

# DRAFT

## 2022 – 2024 BUDGET



March Joint Powers Commission

of the

March Joint Powers Authority

March Inland Port Airport Authority

Successor Agency of the Former March JPA Redevelopment Agency

March Joint Powers Utility Authority

## Item 9 (3)

Report: Consider recommended FY 2022/23 and FY 2023/24 budgets for the March Joint Powers Authority and March Inland Port Airport Authority, and direct staff to place budget resolutions for adoption on a future Commission agenda.

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## 2022 – 2024 BUDGET



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**MISSION STATEMENT**

The March Joint Powers Authority (March JPA) is the award-winning Base Reuse Authority for former March Air Force Base properties. *Bringing good jobs to Riverside County* has been the JPA's mission and motto for more than 25 years.

**INTRODUCTION**

March Air Force Base was established as a military installation in 1918, within the western Riverside County region of Southern California. The base encompassed approximately 6,500 acres straddling Interstate 215 just south of Highway 60. In July of 1993, March AFB was selected for realignment by Congress and was subsequently converted from a Regular Component base to a Reserve Component Base, effective April 1st, 1996. The decision to realign March AFB resulted in approximately 4,400 acres of surplus properties made available for disposal actions, to include parcels along the airfield.

Prior to base realignment, the base employed over 10,000 military personnel and civilian employees. The existence of the base in its pre-realignment condition contributed an estimated \$500 million annually to the regional economy according to the March Air Force Base Redevelopment Project. The base realignment, and subsequent economic loss came as a shock to the region and the benefits relative to the planning and implementation of new economic opportunities were not realized until early 2004.

The March JPA's work in redeveloping former military properties resulted in successful master-planned developments, as well as a booming joint use airport and air cargo operation at the March Inland Port airport. To date, March JPA has created over 12,000 jobs on former military property through multiple public-private partnership efforts. The March JPA also manages Foreign Trade Zone #244 that moves more than \$2.1 billion worth of goods through the region.

A 2016 March JPA Economic Impact Study showed that at buildout, the March JPA development area will have a positive economic impact of \$4.7 billion (in 2016 dollar value) to surrounding communities, yielding a minimum of 21,000 jobs in Riverside County. On a regional scale, the JPA area will yield more than \$9.2 billion (in 2016 dollar value) in economic benefit to various regional sectors, leading to more than 55,000 jobs throughout Southern California.

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**SUMMARY**

The March JPA, in addition to being designated as the federally recognized reuse authority for the former Regular Component base, also assumed other responsibilities to include the following:

***Land Use Authority***

On March 11, 1997, land use authority was transferred to March JPA from the County of Riverside. The March JPA has adopted development and building codes and standards. The March JPA General Plan has been developed by the March JPA in accordance with state statutes, as well as the associated Master Environmental Impact Report. The March JPA General Plan is designed to implement the March Final Reuse Plan and related activities.

***Airport Authority***

March Inland Port Airport Authority (Airport Authority), is a governing body under the umbrella of the March JPA. The Airport Authority is responsible for the development and operation of the March Inland Port (MIP) airport, a joint-use aviation facility targeted for air cargo operations.

***Utility Authority***

Formed in 2002, the March Joint Powers Utility Authority was formed to operate and maintain former military gas and electric utilities inherited by the JPA as part of the BRAC process. Due to the aging condition of existing utility infrastructure, the lack of funds associated with managing utilities, the March Joint Powers Utility Authority Commission endeavors to release assets to a public utility and dissolve the Utility Authority in perpetuity.

***Successor Agency to the March JPA Redevelopment Agency***

The March Joint Powers Redevelopment Agency was established with the formation of the March AFB Redevelopment Project Area, which includes the entire 6,500-acre former active-duty base area, and approximately 450 acres adjacent to the base in the industrial area of the City of Moreno Valley. In 2012, the State Legislature enacted AB 26 which dissolved all California Redevelopment Agencies and provided for Successor Agencies to assume rights, powers, and duties of former redevelopment agencies. As a result, the March JPA became the Successor Agency to the March JPA Redevelopment Agency and administers the former Redevelopment Agency's closing operations and obligations.

# Objectives and Realignment

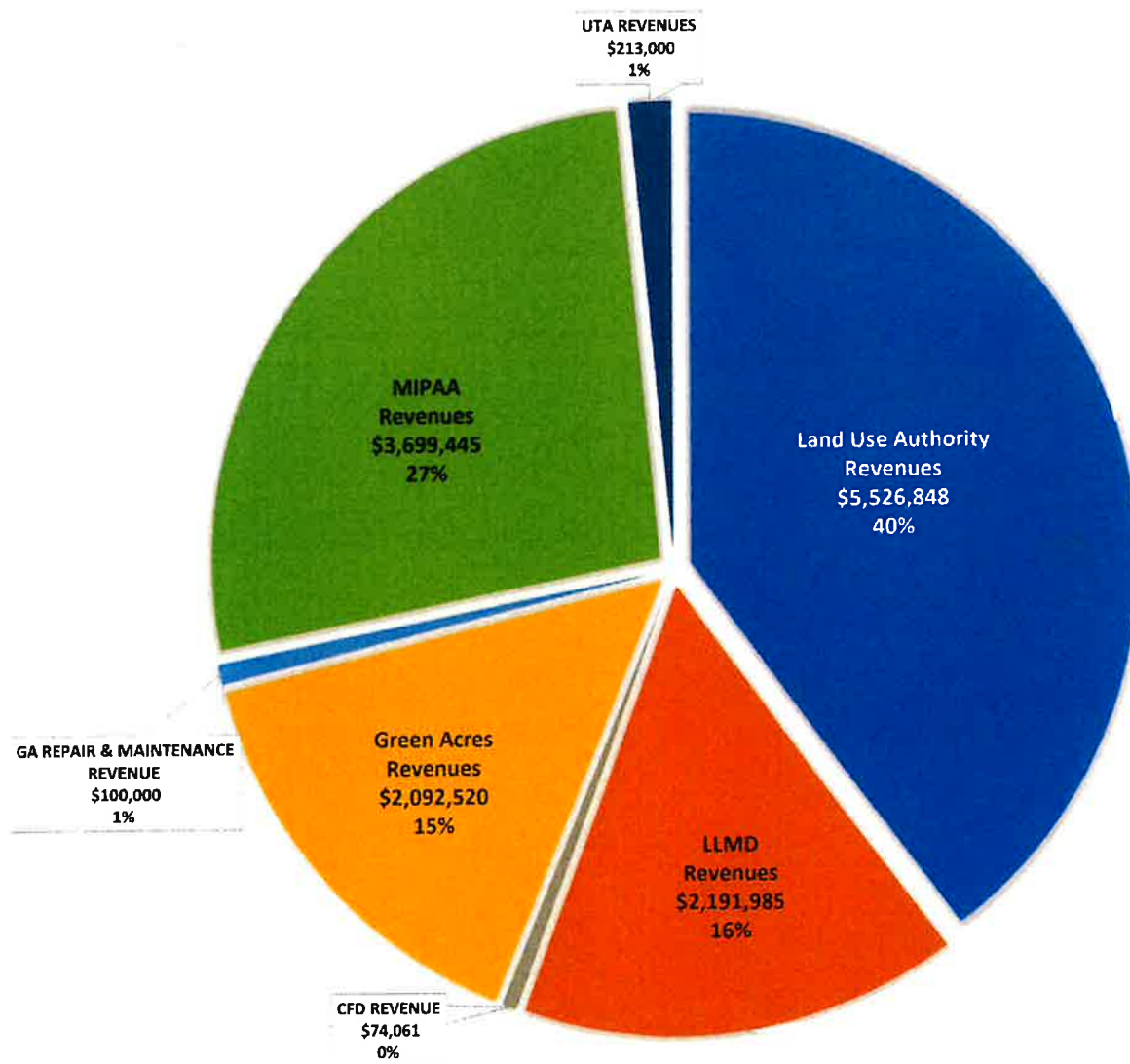
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**OBJECTIVES AND STRATEGIC ALIGNMENT**

In December of 2021, the March Joint Powers Commission directed staff to prepare a Sunset plan for the March JPA that would relinquish certain duties under the Authority and refocus the March JPA's mission to operating the March Inland Port airport. With 1,000 more acres of former Air Force properties left for development, this proposed budget reflects the continuation of current operations until the Commission has adopted a formal plan to modify the role of the March JPA within the region.

The following image reflects total appropriations by fund for the March JPA in 2022-2023. The March JPA budget remains healthy and with upcoming transitions in land sales and dissolution of the Utility Authority, and the sales of certain assets, March JPA is slated to remain financially solvent throughout its remaining term.

PROJECTED FY 22-23 ALL FUNDS ESTIMATED REVENUES  
\$13,897,859



# Land Use Authority



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**MARCH JOINT POWERS AUTHORITY – Land Use Authority**

***Land Use Authority***

The largest revenue source for the March JPA is tied to its land use entitlement and permitting divisions – Planning; Building & Safety; and Engineering/Public Works. Following were key activities for land use divisions in 2021-2022.

**2021-2022 PERFORMANCE MEASURES**

	<b><u>Measure</u></b>	<b><u>Status</u></b>
1	West March Business Park Expansion	In Progress
2	South Campus Development	Six parcels remaining to be entitled. Dog park approved.
3	Westmont Village Specific Plan	Withdrawn by Applicant
4	Air Force Village West Drive Expansion	VA Planner transition
5	Airport Authority Parcel D-1 Proposal	MOU in review for development.
6	Fuel Farm Expansion	Negotiations with FBO Ongoing
7	Expand LLMD Area	Brightview Contract in progress

**BUDGET CHANGES AND OPERATIONAL IMPACTS**

Budget modifications for 2022-2044 include: a) updating categories to reflect latest organizational functions to include the loss of lease revenues in 2022; b) expanding capital improvement projects for ongoing maintenance needs on March JPA properties; and c) updating planning and permitting fees to capture true March JPA soft costs to projects.

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**GOALS FOR 2022-2024**

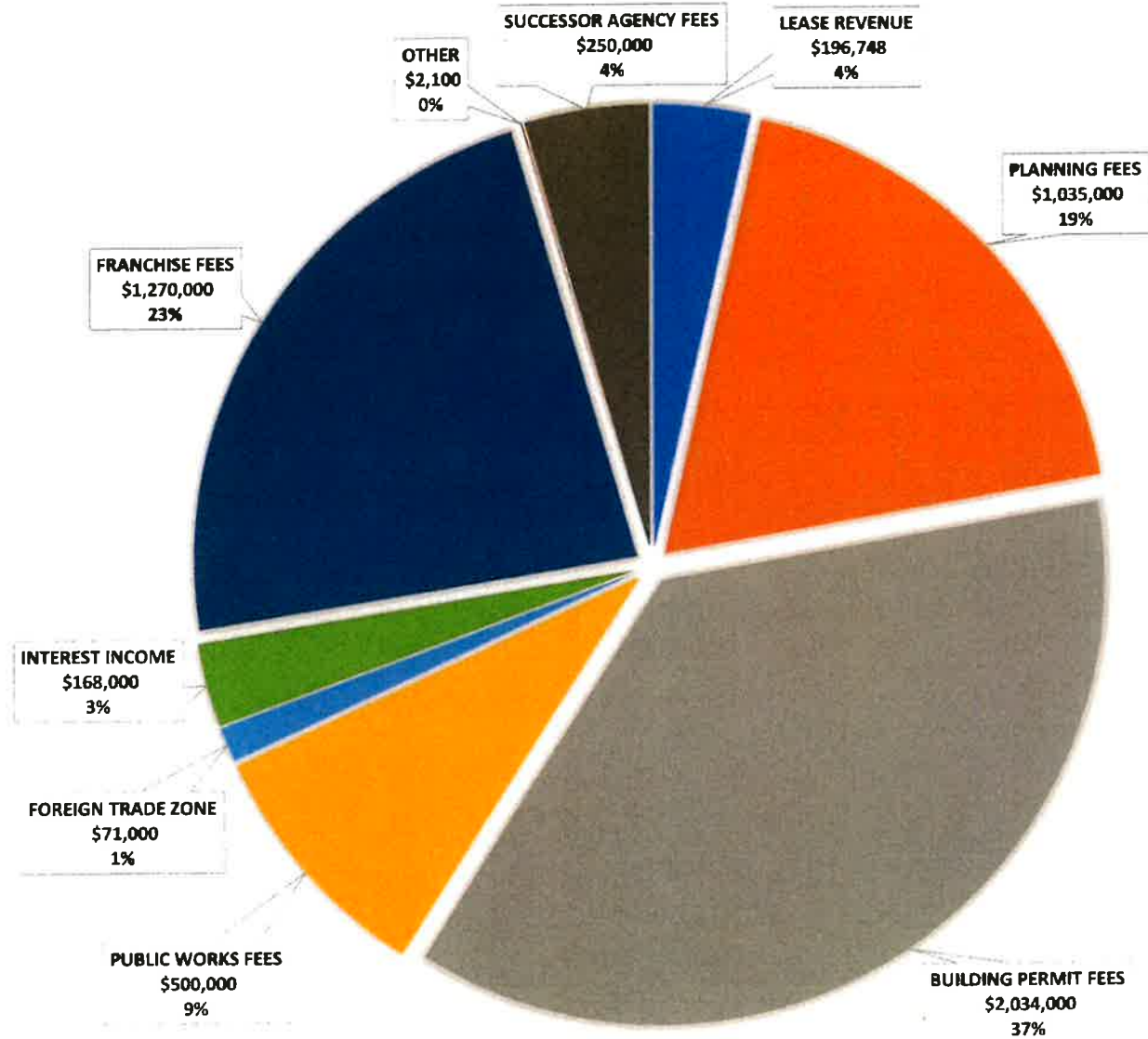
	<b><u>Measure</u></b>	<b><u>Status</u></b>
1	Complete a March JPA Sunset Plan	In Progress
2	Dissolve Utility Authority	In Progress
3	Meridian Upper Plateau Specific Plan and EIR	In Progress
4	Meridian DDA Amendment	In Progress
5	Airport Authority Parcel D-1 Proposal	In Progress
6	Airport Authority Airport Master Plan	In Progress
7	March Compatibility Use Study (MCUS)	In Progress. March JPA is an active part of Riverside County Airport Land Use Commission's MCUS process.
8	Fuel Farm Expansion	Negotiations in progress. Amended Lease Agreement to Commission December 2022.
9	Parcel D-2 Airport expansion – expanding Airport Authority maintenance costs and responsibilities	Under Construction
9	March LifeCare Campus Specific Plan – short term extension and management	Completed Feb 2022. Improvements in progress.
10	Meridian South Campus Developments	Six parcels to be entitled in 2022, with grading to begin 1 <sup>st</sup> quarter of 2023.
11	Expand LLMD Area CIP	Brightview contract to be extended 3 more years. New CIP projects to be completed by December 2022.
12	Green Acres Sale and land disposal	Aug 31, 2022, proposals closing date.

# Revenues

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET  
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REVENUES

PROJECTED FY 22-23 GENERAL FUND ESTIMATED REVENUES  
\$5,526,848



MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET

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REVENUES

Description	Audited 2020-2021 Actual	Current 2021-2022 Budget	Current 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
LEASE REVENUE	461,448	400,000	274,751	196,748	140,461
PLANNING FEES	2,959,658	2,400,000	2,060,840	1,035,000	1,035,000
BUILDING PERMIT FEES	-	-	-	2,034,000	2,034,000
PUBLIC WORKS FEES	-	-	-	500,000	500,000
UTILITY HOOKUP FEES	-	500	-	-	-
FOREIGN TRADE ZONE	71,000	43,000	73,400	71,000	71,000
INTEREST INCOME	164,580	300,000	(210,761)	168,000	168,000
PROCEEDS/SALE OF FIXED ASSET	-	2,000,000	250,000	-	-
TRAINING & FILMING FEES	2,500	1,000	4,600	1,100	1,100
TUMF REIMBURSEMENT REVENUE	-	-	-	-	-
FRANCHISE FEES	600,000	600,000	600,000	1,270,000	1,270,000
MISCELLANEOUS	28,500	5,000	234	1,000	1,000
SUCCESSOR AGENCY FEES	250,000	250,000	-	250,000	250,000
<b>TOTAL REVENUE</b>	<b>\$ 4,537,686</b>	<b>\$ 5,999,500</b>	<b>\$ 3,053,064</b>	<b>\$ 5,526,848</b>	<b>\$ 5,470,561</b>

**MARCH JOINT POWERS AUTHORITY - GENERAL FUND**  
**PROPOSED TWO YEAR BUDGET FOR FISCAL YEARS 2022/2023 & 2023/2024**

Fund	Dept	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Current 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
100				GENERAL FUND							
		REVENUE									
	00	40100	00	LEASE REVENUE	550,636	496,452	461,448	400,000	274,751	196,748	140,461
	00	40300	00	PLANNING FEES	3,328,622	2,195,472	2,959,658	2,400,000	2,060,840	1,035,000	1,035,000
	00	40400	00	BUILDING PERMIT FEES	-	-	-	-	-	2,034,000	2,034,000
	00	40430	00	PUBLIC WORKS FEES	-	-	-	-	-	500,000	500,000
	00	40575	00	UTILITY HOOKUP FEES	-	-	-	500	-	-	-
	00	40655	00	FOREIGN TRADE ZONE	37,400	43,000	71,000	43,000	73,400	71,000	71,000
	00	40600	00	INTEREST INCOME	482,275	517,299	164,580	300,000	(210,761)	168,000	168,000
	00	40650	00	PROCEEDS/SALE OF FIXED ASSET	2,433	-	-	2,000,000	250,000	-	-
	00	40675	00	TRAINING & FILMING FEES	400	2,200	2,500	1,000	4,600	1,100	1,100
	00	40680	00	TUMF REIMBURSEMENT REVENUE	2,632,679	859,993	-	-	-	-	-
	00	40715	00	FRANCHISE FEES	600,000	600,000	600,000	600,000	600,000	1,270,000	1,270,000
	00	40750	00	MISCELLANEOUS	4,306	9,617	28,500	5,000	234	1,000	1,000
	00	40700	04	REIMBURSEMENT REVENUE	1,582	-	-	-	-	-	-
	00	40800	00	SUCCESSOR AGENCY FEES	250,000	250,000	250,000	250,000	-	250,000	250,000
				<b>Total Operating Revenue</b>	<b>\$ 7,890,333</b>	<b>\$ 4,974,033</b>	<b>\$ 4,537,686</b>	<b>\$ 5,999,500</b>	<b>\$ 3,053,064</b>	<b>\$ 5,526,848</b>	<b>\$ 5,470,561</b>
				OTHER FINANCING SOURCES							
	00	48025	02	TRANSFER FROM GOLF COURSE	12,500,000	-	-	-	-	-	-
	00	48025	04	TRANSFER FROM GREEN ACRES	400,000	300,000	-	-	-	-	-
				<b>Total Other Financing Sources</b>	<b>\$ 12,900,000</b>	<b>\$ 300,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
				<b>TOTAL</b>	<b>\$ 20,790,333</b>	<b>\$ 5,274,033</b>	<b>\$ 4,537,686</b>	<b>\$ 5,999,500</b>	<b>\$ 3,053,064</b>	<b>\$ 5,526,848</b>	<b>\$ 5,470,561</b>



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**FUND 100 GENERAL FUND**

Revenues:

**100-00-40100-00 Lease Revenue**

The basis for this revenue source is derived from leases with independent entities. For FY 21-22 \$8,853.58 monthly leases for Chapel #1, Building 5022-5037 \$9,381.07 per month, and SBA Monarch Towers I, LLC Cell Tower Land Lease monthly for \$2,851.51. US Vets B976 monthly lease of \$6,400.00 expired during the third quarter of FY 21-22. Chapel #1 Budget lease is up for renewal in July 2022. For FY 22-23 only 6 months of payment will be received before the lease for Building 5022-5037 expires at the end of December 2022. The budget estimates thereafter are based on the remaining monthly leases maintaining the current level through FY 23-24.

**100-00-40300-00 Planning Fees**

Under previous budget years, the label "Plan Check/Permit Fees" consolidated revenues from the Planning, Building & Safety, and Public Works divisions. In FY 22-23, and every year thereafter, each division will have its own account; as such, this account is being renamed Planning Fees to reflect monies associated with Planning activities only. Based upon FY 21-22 information, planning fees represent 29% of this account and building fees represent 57% and public work fees represent 14% of this account. Based upon these percentages the budget estimates have been reallocated to each respective account. For FY 22-23 through FY 23-24 planning fees will remain in this account but building and public work fees will be reflected in the new accounts Building Fees and Public Work Fees.

**100-00-40400-00 Building Fees**

Under previous budget years, the label "Plan Check/Permit Fees" consolidated revenues from the Planning, Building & Safety, and Public Works divisions. In FY 22-23, and every year thereafter, each division will have its own account; as such, this account is being renamed Building Fees to reflect monies associated with Building & Safety activities only. Based upon FY 21-22 information, planning fees represent 29% of this account and building fees represent 57% and public work fees represent 14% of this account. Based upon

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these percentages the budget estimates have been reallocated to each respective account. For FY 22-23 through FY 23-24 planning fees will remain in the Planning Fees account but building fees will be reflected in the new Building Fees account and public works fees will be in the new Public Works Fees account.

**100-00-40430-00 Public Works Fees**

This account was created for FY 22-23 and thereafter to account for Public Works fees separately. This account will include encroachment, engineering, landscape, drainage, maintenance, and code enforcement fees. In the past planning, building, and public works fees were consolidated in the Plan Check/Permit Fees account. Based upon FY 21-22 information, planning fees represent 29% of this account and building fees represent 57% and public work fees represent 14% of this account. Based upon these percentages the budget estimates have been reallocated to each respective account. For FY 22-23 through FY 23-24 planning fees will remain in the planning fees account but building fees will be reflected in the new Building Fees account and public works fees will be in the new Public Works Fees account.

**100-00-40655-00 Foreign Trade Zone**

This account reflects foreign trade zone annual users fees. Budget estimate is based upon the eight companies who pay annually. There is no anticipation of any major variation from fiscal year to fiscal year.

**100-00-40715-00 Franchise Fees**

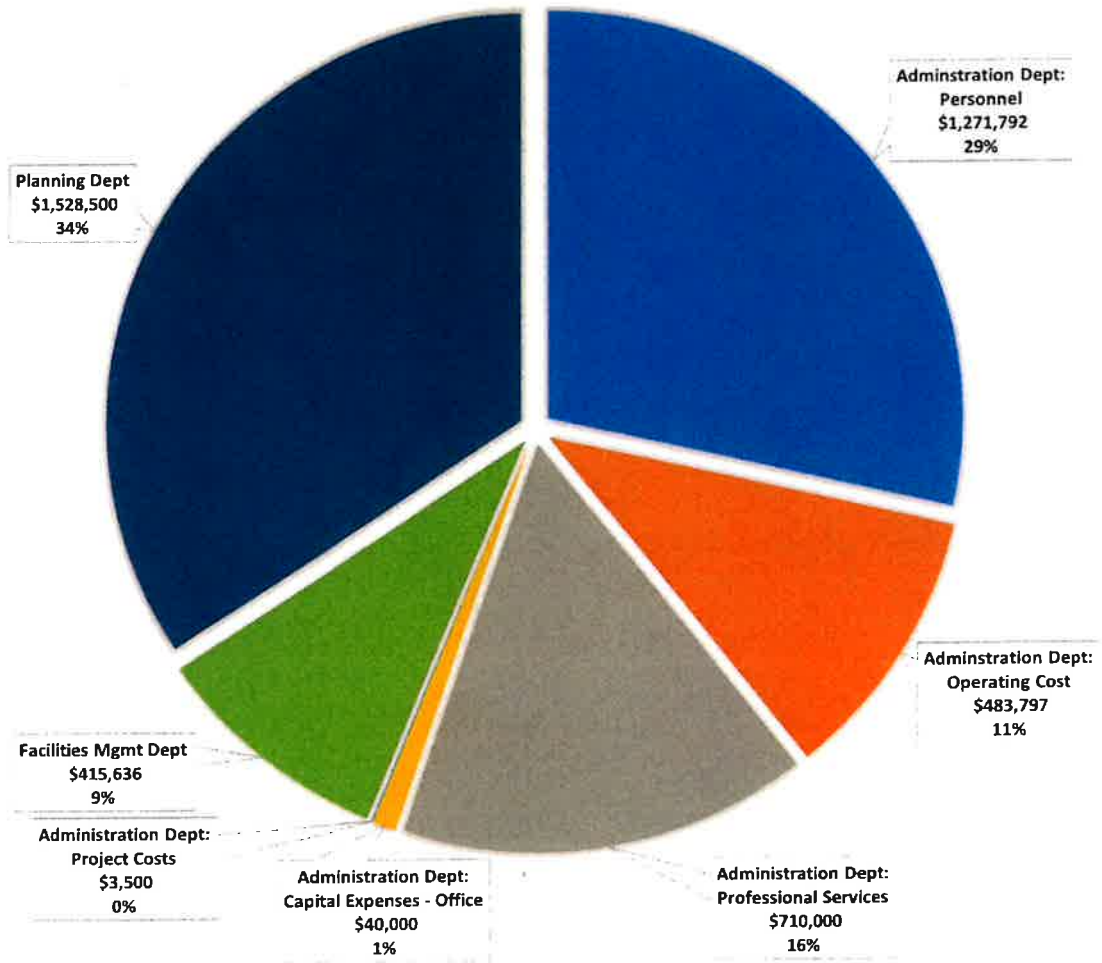
This account reflects franchise fees from County of Riverside. This account was formally called Franchise Fees/Sales Tax Revenue, but March JPA does not receive sales tax revenue.

# Expenses

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET  
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EXPENSES

PROJECTED FY 22-23 GENERAL FUND ESTIMATED EXPENSES  
\$4,453,225



MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET

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**EXPENSES - Administration**

Description	Audited 2020-2021 Actual	Current 2021-2022 Budget	Current 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
ADMINISTRATION DEPT					
Personnel Costs	\$ 1,159,754	\$ 1,251,500	\$ 1,031,404	\$ 1,271,792	\$ 1,219,884
Operations Expenses	\$ 280,133	\$ 341,600	\$ 268,474	\$ 483,797	\$ 489,500
Professional Services	\$ 676,964	\$ 632,250	\$ 451,295	\$ 710,000	\$ 722,600
Supplies	\$ 56,045	\$ 50,000	\$ 24,380	\$ 40,000	\$ 40,000
<b>ADMINISTRATION EXPENSES</b>	<b>\$ 2,172,896</b>	<b>\$ 2,275,350</b>	<b>\$ 1,775,553</b>	<b>\$ 2,505,589</b>	<b>\$ 2,471,984</b>

**EXPENSES – Facilities Management**

Description	Audited 2020-2021 Actual	Current 2021-2022 Budget	Current 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
FACILITIES MGMT DEPT					
Fire and Casualty Insurance	5,143	5,200	9,536	15,586	18,000
Building Maintenance	4,175	4,000	21,273	40,000	40,000
Grounds Maintenance	189,854	125,000	12,447	70,000	70,000
Street & Lighting Maintenance	466,107	20,000	25,048	35,000	35,000
Equipment Maintenance	2,217	17,000	1,462	2,300	2,300
Equipment Purchases	5,097	17,000	-	-	-
Capital Improvements	-	-	-	-	-
Utilities	21,515	16,000	20,075	25,750	25,750
Fuel Costs	2,408	5,500	238	2,000	2,500
Police Patrols	214,564	215,000	125,929	225,000	237,000
	\$ 911,080	\$ 424,700	\$ 216,008	\$ 415,636	\$ 430,550
Bad Debt Expense	-	-	-	3,500	3,500
Heacock Drainage Improvements	-	-	-	-	-
Van Buren Boulevard	-	-	-	-	-
	\$ -	\$ -	\$ -	\$ 3,500	\$ 3,500
<b>FACILITIES MGMT EXPENSES</b>	<b>\$ 911,080</b>	<b>\$ 424,700</b>	<b>\$ 216,008</b>	<b>\$ 419,136</b>	<b>\$ 434,050</b>

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET

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EXPENSES – Planning & Permitting

Description	Audited 2020-2021 Actual	Current 2021-2022 Budget	Current 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
PLANNING DEPT					
General Plan Preparation/Adoption	-	-	-	-	-
Plan Check/Inspection Fees	791,270	1,200,000	1,257,414	1,440,000	1,325,000
Education/Training/Periodic als/Membership	-	5,000	1,102	2,500	2,500
Environmental Fees	34,412	45,000	34,464	45,000	45,000
Printing Costs	-	1,000	-	10,000	10,000
Planning Software	59,765	16,000	25,252	25,500	25,500
Public Notices/Filings	561	3,000	1,948	3,000	3,000
Environmental Review	-	2,500	-	2,500	2,500
<b>PLANNING DEPT</b>	<b>\$ 886,008</b>	<b>\$ 1,272,500</b>	<b>\$ 1,320,180</b>	<b>\$ 1,528,500</b>	<b>\$ 1,413,500</b>



Fund	Dept	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Current 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
		EXPENSES		ADMINISTRATION DEPT							
			Personnel								
10	50100	05		Salaries and Wages	823,604	763,694	832,768	880,000	733,956	925,673	847,890
10	50100	10		Benefits	155,057	134,974	131,818	145,000	98,220	115,297	117,926
10	50100	12		Funding of Post Employment Benefits	30,000	-	-	-	-	-	-
10	50100	15		PERS Contributions	88,039	91,564	97,615	106,025	68,375	95,961	103,131
10	50100	20		Medicare Tax	12,315	11,169	12,526	15,000	11,163	12,983	13,855
10	50100	25		Unemployment	-	-	4,559	2,000	279	2,000	2,000
10	50100	30		Workers Compensation Ins.	11,345	8,929	5,630	13,500	38,649	12,086	12,770
10	50100	32		Temporary Employee	1,778	32,745	-	10,000	-	10,000	10,000
10	50100	35		Employee Recruitment	-	856	10,310	1,000	1,897	1,000	1,000
10	50100	98		Severance Pay	-	-	-	-	-	-	-
10	50100	99		Unfunded Accrued Liability	71,583	85,933	64,528	78,975	78,865	96,792	111,312
		Total			\$ 1,193,721	\$ 1,129,864	\$ 1,159,754	\$ 1,251,500	\$ 1,031,404	\$ 1,271,792	\$ 1,219,884
		Operating Cost									
10	50150	02		Mileage Reimbursement	2,142	570	-	1,500	191	1,000	1,000
10	50150	04		Payroll Services	5,845	6,135	6,273	7,500	5,588	7,500	7,500
10	50150	06		Periodicals/Memberships	4,688	3,618	4,277	4,000	1,188	2,000	2,000
10	50150	08		Education/Training	6,751	1,305	1,216	2,000	6,531	10,000	10,000
10	50150	12		Travel	25,490	10,577	-	20,000	5,400	30,000	30,000
10	50150	14		JPC Members' Stipend	14,500	13,800	16,100	13,500	11,800	17,300	17,300
10	50150	15		Meeting Expenses	4,607	2,718	6,896	4,500	8,265	13,000	13,000
10	50150	16		Office Supplies	11,674	10,946	11,657	15,000	9,062	15,000	15,000
10	50150	18		Telephone & Internet Expense	8,679	9,051	8,903	12,000	4,696	6,500	6,750
10	50150	20		Mobile Phones	4,832	7,372	7,786	7,000	4,807	6,000	6,000
10	50150	24		Postage	2,952	2,435	5,204	3,000	1,975	3,750	3,750
10	50150	26		Liability Insurance	32,775	46,674	55,216	57,000	76,524	97,347	102,000
10	50150	30		Printing - Outside	6,848	1,578	1,021	3,500	1,383	3,500	3,500
10	50150	32		Equipment Leases	8,814	10,107	12,130	12,000	7,878	12,000	12,000
10	50150	34		Equipment Maintenance	19,549	36,193	37,076	35,000	32,063	57,000	57,000
10	50150	35		Vehicle Maintenance & Fuel	7,696	4,479	4,037	7,000	3,573	4,100	4,100
10	50150	38		Production/Artwork	3,481	2,417	1,937	1,500	6,895	13,000	13,000
10	50150	39		Marketing / Branding	-	-	-	-	-	25,000	25,000
10	50150	40		Promotional Activities	10,524	23,900	16,019	35,000	14,372	50,000	50,000
10	50150	42		Bank Fees	408	83	2	500	-	27,000	27,000

Fund	Dept	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Current 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
Operating Cost (Continued)											
	10	50150	46	Office Custodial	6,693	5,685	7,195	6,000	4,410	6,000	6,000
	10	50150	47	Office Rent	53,054	64,627	61,283	76,000	53,958	65,500	66,100
	10	50150	48	Office Utilities	15,630	13,911	13,734	17,500	7,915	10,700	10,900
	10	50150	50	Office Building Insurance	500	500	600	600	-	600	600
	10	50150	55	Office Security	647	781	1,571	-	-	-	-
	10	50180	00	MOU Payment	650,000	-	-	-	-	-	-
				Total	\$ 908,779	\$ 279,472	\$ 280,133	\$ 341,600	\$ 268,474	\$ 483,797	\$ 489,500
Professional Services											
	10	50200	02	General Legal Services (88%)	145,803	159,002	159,774	175,000	133,078	189,400	200,500
	10	50200	04	Special Legal Services	21,454	2,189	4,089	15,000	30,292	31,500	33,000
	10	50200	10	Legal Property Surveys	460	-	-	1,000	-	1,000	1,000
	10	50200	14	Annual Audit	31,823	27,306	36,975	38,500	24,200	35,000	35,000
	10	50200	20	Lobbyist	91,244	91,576	90,014	94,000	67,644	94,000	94,000
	10	50200	22	Engineering Services	60,982	2,011	10,250	8,000	850	2,000	2,000
	10	50200	25	Consulting Services	277,384	296,999	370,862	300,000	188,164	350,000	350,000
	10	50200	40	Foreign Trade Zone	632	8	-	750	7,067	7,100	7,100
	10	50200	45	Joint Land Use Study	-	-	5,000	-	-	-	-
				Total	\$ 629,782	\$ 579,091	\$ 676,964	\$ 632,250	\$ 451,295	\$ 710,000	\$ 722,600
Capital Expenses - Office											
	10	50300	02	Equipment/Furniture	5,427	8,723	3,640	15,000	1,411	10,000	10,000
	10	50300	04	Computer Hardware	5,256	21,901	20,552	20,000	3,411	10,000	10,000
	10	50300	06	Computer Software	3,938	37,587	31,853	15,000	19,558	20,000	20,000
				Total	\$ 14,621	\$ 68,211	\$ 56,045	\$ 50,000	\$ 24,380	\$ 40,000	\$ 40,000
				<b>ADMINISTRATION DEPT TOTAL</b>	<b>\$ 2,746,903</b>	<b>\$ 2,056,638</b>	<b>\$ 2,172,896</b>	<b>\$ 2,275,350</b>	<b>\$ 1,775,553</b>	<b>\$ 2,505,589</b>	<b>\$ 2,471,984</b>
FACILITIES MGMT DEPT											
	20	51150	00	Fire and Casualty Insurance	2,751	3,519	5,143	5,200	9,536	15,586	18,000
	20	51200	00	Building Maintenance	8,715	2,651	4,175	4,000	21,273	40,000	40,000
	20	51250	00	Grounds Maintenance	127,431	128,949	189,854	125,000	12,447	70,000	70,000
	20	51255	00	Street & Lighting Maintenance	37,421	17,137	466,107	20,000	25,048	35,000	35,000
	20	51300	00	Equipment Maintenance	1,167	13,001	2,217	17,000	1,462	2,300	2,300
	20	51325	00	Equipment Purchases	-	8,125	5,097	17,000	-	-	-
	20	51330	00	Capital Improvements	-	9,065	-	-	-	-	-
	20	51350	00	Utilities	17,732	12,712	21,515	16,000	20,075	25,750	25,750
	20	51355	00	Fuel Costs	4,517	4,033	2,408	5,500	238	2,000	2,500
	20	51360	00	Police Patrols	204,768	199,275	214,564	215,000	125,929	225,000	237,000
				Total	\$ 404,502	\$ 398,467	\$ 911,080	\$ 424,700	\$ 216,008	\$ 415,636	\$ 430,550

Fund	Dept	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Current 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
			Project Costs								
	20	51400	00	Bad Debt Expense	10,855	-	-	-	-	3,500	3,500
	25	51500	05	Heacock Drainage Improvements	-	7,726	-	-	-	-	-
	25	51500	10	Van Buren Boulevard	961,472	859,993	-	-	-	-	-
			Total		\$ 972,327	\$ 867,719	\$ -	\$ -	\$ -	\$ 3,500	\$ 3,500
				<b>FACILITIES MGMT DEPT</b>	<b>\$ 1,376,829</b>	<b>\$ 1,266,186</b>	<b>\$ 911,080</b>	<b>\$ 424,700</b>	<b>\$ 216,008</b>	<b>\$ 419,136</b>	<b>\$ 434,050</b>
				<b>PLANNING DEPT</b>							
	30	52100	00	General Plan Preparation/Adoption	-	-	-	-	-	-	-
	30	52200	00	Plan Check/Inspection Fees	1,384,348	1,469,960	791,270	1,200,000	1,257,414	1,440,000	1,325,000
	30	52220	00	Education/Training/Periodicals/Membership	742	-	-	5,000	1,102	2,500	2,500
	30	52250	00	Environmental Fees	26,234	32,644	34,412	45,000	34,464	45,000	45,000
	30	52300	00	Printing Costs	-	-	-	1,000	-	10,000	10,000
	30	52325	00	Planning Software	5,595	1,535	59,765	16,000	25,252	25,500	25,500
	30	52350	00	Public Notices/Filings	1,855	877	561	3,000	1,948	3,000	3,000
	30	52400	00	Environmental Review	-	-	-	2,500	-	2,500	2,500
				<b>PLANNING DEPT</b>	<b>\$ 1,418,774</b>	<b>\$ 1,505,016</b>	<b>\$ 886,008</b>	<b>\$ 1,272,500</b>	<b>\$ 1,320,180</b>	<b>\$ 1,528,500</b>	<b>\$ 1,413,500</b>
				<b>OTHER FINANCING USES</b>							
	10	50900	00	Transfer to the March Inland Port Authority	400,000	-	-	-	-	-	-
				<b>Total Other Financing Uses</b>	<b>\$ 400,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
				<b>Total Revenues</b>	<b>20,790,333</b>	<b>5,274,033</b>	<b>4,537,686</b>	<b>5,999,500</b>	<b>3,053,064</b>	<b>5,526,848</b>	<b>5,470,561</b>
				<b>Total Expenses</b>	<b>5,942,506</b>	<b>4,827,840</b>	<b>3,969,984</b>	<b>3,972,550</b>	<b>3,311,741</b>	<b>4,453,225</b>	<b>4,319,534</b>
				Projected Net Revenue	\$ 14,847,827	\$ 446,193	\$ 567,702	\$ 2,026,950	\$ (258,677)	\$ 1,073,623	\$ 1,151,027
				<b>FUND BALANCE:</b>							
				<b>Fund Balance, Unassigned - Beginning</b>			\$ 27,342,547	\$ 27,910,249		\$ 27,937,199	\$ 29,010,822
				<b>Projected Net Revenue</b>			\$ 567,702	\$ 2,026,950		\$ 1,073,623	\$ 1,151,027
	00	40650	00	<b>PROCEEDS/SALE OF FIXED ASSET</b>			\$ 27,910,249	\$ (2,000,000)		\$ 29,010,822	\$ 30,161,849
				<b>PROJECTED ENDING FUND BALANCE, UNASSIGNED</b>			\$ 27,937,199	\$ 27,937,199		\$ 29,010,822	\$ 30,161,849



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**FUND 100 GENERAL FUND**

Expenses:

- 100-10-50150-26 Liability Insurance**  
This account reflects the General Fund's share of General Liability, Cyber Crime, and Crime Coverage insurance and direct charge for Deadly Weapon Insurance.
- 100-10-50150-32 Equipment Leases**  
This account reflects Canon copiers and other office leases.
- 100-10-50150-34 Equipment Maintenance**  
This account reflects maintenance of computer and copier equipment in the JPA offices. For FY 21-22 the amount for equipment maintenance was \$47,186; Computer maintenance provided by Computer Options was \$43,304 which represented 92% of the total; Copier maintenance provided by Canon was \$3,882 which represented 8% of the total balance. For FY 22-23 and thereafter an additional \$9,000 was included for Daley Technology Systems for website maintenance costs.
- 100-10-50150-38 Production/Artwork**  
This account normally reflects costs for name plates, trophies, signage, and maps. In FY 21-22 this account also included charges for Daley Technology Systems for the website and e-bulletin project. These charges for this service was \$12,750 which represents 82% of the account total of \$15,497. For FY 22-23 and thereafter the estimated budget is \$13,000; in anticipation of upcoming needs.
- 100-10-50150-39 Marketing/Branding**  
This account is a new account for the upcoming fiscal years. This account will be utilized for costs to market March JPA along with the dissolution of the March JPA.
- 100-10-50150-40 Promotional Activities**  
This account reflects community promotional activities supported or donated by the March JPA. Community promotional activities include chamber of commerce memberships, attendance at special events to represent the JPA, community sponsorships, promotional

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items. FY 21-22 account balance was \$25,387. For FY 22-23 and thereafter the estimated budget is \$50,000 which includes \$25,000 to support the air show.

**100-10-50150-42 Bank Fees**

This account reflects bank fees charged for JPA general fund bank accounts. This account is significantly larger based upon estimates from investment accounts and bank accounts. Bank fees will now be identified separately which is a change of the current practice of netting the charges against interest income.

**100-10-50150-47 Office Rent**

This account reflects the JPA main office facility rent. For FY 21-22 the amount of the office rent account was \$64,646. The JPA rents its main office facility from Western Municipal Water District. Rental agreement adjusts every year in November. It is anticipated that the office rent will increase by a 6% cola factor similar to FY 21-22.

**100-10-50150-48 Office Utilities**

This account reflects office utilities for Western Municipal Water District and cable services.

**100-10-50150-55 Office Security**

This account was used for security services at a variety of locations. Effective FY 21-22 this cost was moved to account number 100-20-51350-00 Utilities.

**100-10-50200-02 General Legal Services**

This account is used for general legal retainer for services from Best, Best & Krieger LLP. The account balance for FY 21-22 is \$175,225. For FY 22-23 and thereafter the budget is adjusted for a growth factor of 6 percent which is based upon the FY 21-22 growth. The Utility Authority General legal services budget for \$3,700 for FY 22-23 thru FY 23-24 has now been reallocated to the General Fund.

**100-10-50200-04 Special Legal Services**

This account is used for specific projects that the JPA requires legal services from Best, Best & Krieger LLP. The account balance for FY 21-22 is \$30,537. For FY 21-22 special project requiring special legal

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services included Sycamore Hills Distribution Center, Semper Fi, Westmont Village, and Sunsetting.

- 100-10-50200-10 Legal Property Surveys**  
This account is used for property surveys for specific project properties. In FY 21-22 the account was \$8,500 which was for Upper Plateau. For FY 22-23 and thereafter it is anticipated that legal property surveys will be minimal and under \$1,000.
- 100-10-50200-14 Annual Audit**  
This account reflects the General Fund's share of annual audit cost.
- 100-10-50200-20 Lobbyist**  
This account reflects lobbyist services provided by CJ Lake. For FY 21-22 the account balance is \$91,944. For FY 22-23 and thereafter the budgeted amount is \$94,000.
- 100-10-50200-22 Engineering Services**  
This account is for contracted engineering services. Currently Tri Lake Engineering provides this service to the JPA. For FY 21-22 the total amount in this account was \$850. For FY 22-23 and thereafter the budgeted amount is \$2,000.
- 100-10-50200-25 Consulting Services**  
This account reflects consulting services for a variety of services including executive recruitment, temporary staff, fee review, and JPA dissolution. During FY 21-22 this account was \$252,236. In FY 21-22 the following consulting services represented 87% of the consulting services utilized during the year. The following were provided by Willdan for \$95,985 which represents 38%; RSG for \$76,323 which represents 33%; HM Consulting for \$15,000 which represents 6%; MV Cheng & Associates for \$14,000 which represents 6%; Bob Murray for \$12,498 which represents 5%; and Tri Lake for \$5,778 which represents 2%.
- 100-20-51150-00 Fire and Casualty Insurance**  
This account reflects the General Fund's share of Property Insurance.
- 100-20-51200-00 Building Maintenance**  
This account reflects security service, general building maintenance,



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and board up costs. During FY 21-22 this account was \$38,424. Glass Fabrication board up services amounted to \$31,600 which represents 82% of the balance. For FY 22-23 and thereafter the budget estimates include the continual used of their services for board up services.

**100-20-51250-00 Grounds Maintenance**

This account reflects various grounds maintenance activities including landscape maintenance, clean-up, weed abatement services, and waste disposal services. In FY 21-22 the amount of the account was \$68,626. There were 4 services that comprised 78% of the total account balance. Ability Counts, Inc. provided landscape services in the amount of \$16,875 which represents 25%; WM Corporate Services, Inc. provided waste disposal services in the amount of \$13,386 which represents 20%; DeGuire Weed Abatement provided weed abatement services in the amount to of \$12,625 which represents 18%; and Juan C. Aran provided clean up and repair services in the amount of \$10,445 which represents 15%. For FY 22-23 and thereafter the budget estimate for each respective fiscal year is estimated to be \$70,000.

**100-20-51255-00 Street & Lighting Maintenance**

This account reflects maintenance on streets including street sweeping, SLF costs, and other street and lighting services. During FY 21-22 there were only 3 contracts – Clean Streets for street sweeping service in the amount of \$5,564; Riverside County TLMA for SLF costs in the amount of \$4,324; and Hardy and Harper for Krameria Ave Phase 2 improvements in the amount of \$19,995. For FY 22-23 and thereafter the budget amount is estimated to be \$35,000 each respective fiscal year.

**100-20-51350-00 Utilities**

This account reflects utility costs which include electricity, water service, and security services. For FY 21-22 the account balance was \$22,944. For FY 22-23 and thereafter the budgetary amount of \$25,750.

**100-30-52200-00 Plan Check/Inspection Fees**

This account reflects plan check and inspection fees. In FY 21-22 the account balance was \$1,437,943. Tri Lake and Willdan provide 98%

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of these services. For FY 21-22 Tri Lake amounted to \$1,047,351 which represents 73% of the account balance; and Willdan amounted to \$327,652 which represents 23% of the account balance. In FY 22-23 the budgeted amount of \$1,440,000 represents continual projects with no expected decline; In FY 23-24 the budgeted amount of \$1,325,000 represents a decline in fees in accordance with our consultants.

**100-30-52325-00 Planning Software**

This account reflects the Planning Departments software costs. In FY 21-22 this account was \$25,252 which included Accela annual renewal of \$16,232; HDL annual users fee of \$6,106; and Sidwell for Accela services of \$2,914. For FY 22-23 and thereafter the budgeted amount is \$25,500 which expects just a modest increase in fees.

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**LIGHTING LANDSCAPING & MAINTENANCE DISTRICT - LLMD**

**2021-2022 PERFORMANCE MEASURES**

	<u>Measure</u>	<u>Status</u>
1	Manage and maintain contract with Brightview.	In Progress.
2	Capital Improvement Projects.	None.
3	Extend falconer contract for basin monitoring	Completed June 2022.

**BUDGET CHANGES AND OPERATIONAL IMPACTS**

No significant budget changes are recommended at this time. Two capital improvement projects are recommended in order to address infrastructure rehabilitation needs within LLMD areas that are heavily used by the public. These improvements will help reduce liability exposure for the March JPA and help maintain high quality aesthetics for a professional looking business park.

**GOALS FOR 2022-2024**

	<u>Measure</u>	<u>Status</u>
1	Update and extend Brightview contract to include drainage facilities and new parks and open spaces in South Campus.	In Progress.
2	Develop and implement Capital Improvement Project for trees replacement and maintenance.	In Progress. To be completed 4 <sup>th</sup> quarter of 2022.
3	Develop and implement Capital Improvement Project for sidewalks rehabilitation.	In Progress. To be completed 4 <sup>th</sup> quarter of 2022.
4	Improve drainage facilities in partnership with Meridian Park LLC to minimize BASH issues near the base.	Lateral B under design with construction plan in 2023.

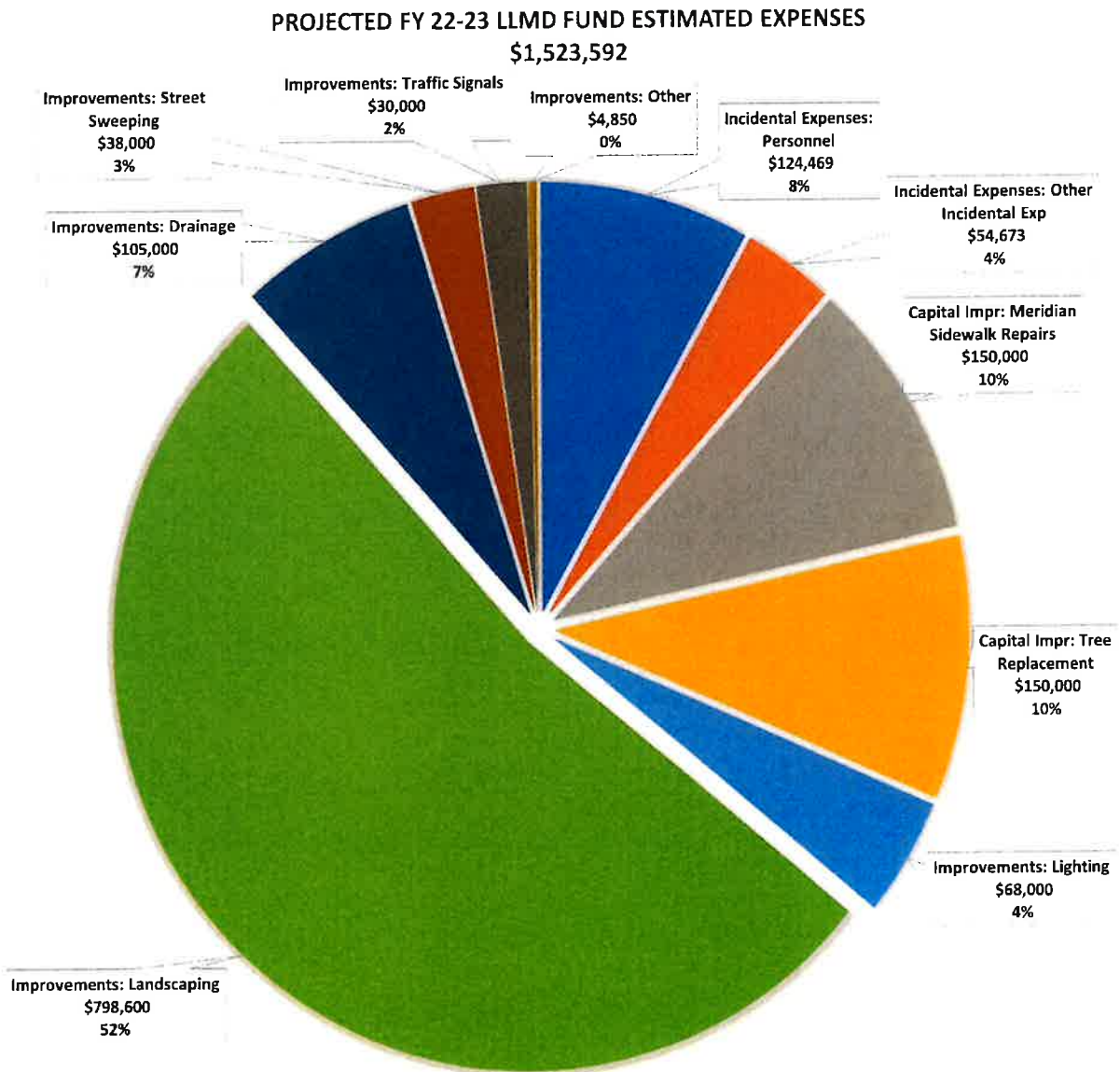
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**REVENUES & EXPENSES**

The LLMD is funded through assessments which increase incrementally each year. For 2022-2024 budget, the LLMD is estimated to collect \$2.19 million and \$2.24 million consecutively, reflecting a 2 percent increase in assessments per year. Proposed capital improvements, in addition to maintenance contracts, will not exceed assessment revenues.

**REVENUES FY 22-23 = \$2.19 MILLION**

**EXPENSES FY 22-23 = \$1.52 MILLION**



**MARCH JOINT POWERS AUTHORITY - LLMMD**  
**PROPOSED TWO YEAR BUDGET FOR FISCAL YEARS 2022/2023 & 2023/2024**

Fund Dept.	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Adopted 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
120										
			REVENUE							
00	40260	00	ASSESSMENTS	1,367,803	1,526,765	1,597,090	1,749,810	1,257,287	2,191,985	2,236,000
			Net Operating Revenue	\$ 1,367,803	\$ 1,526,765	\$ 1,597,090	\$ 1,749,810	\$ 1,257,287	\$ 2,191,985	\$ 2,236,000
			Total Revenue	\$ 1,367,803	\$ 1,526,765	\$ 1,597,090	\$ 1,749,810	\$ 1,257,287	\$ 2,191,985	\$ 2,236,000
			EXPENSES							
			IMPROVEMENTS							
40	65005	00	Traffic Signals	27,037	15,073	30,761	41,371	18,172	30,000	30,000
40	65010	00	Signage	-	-	1,017	-	347	350	350
40	65015	00	Lighting	35,167	56,701	58,955	56,991	52,369	68,000	69,500
40	65020	00	Landscaping	585,597	801,505	887,952	839,154	592,881	798,600	838,500
40	65025	00	Drainage	205,339	191,751	103,332	287,759	8,593	105,000	125,000
40	65030	00	Street Sweeping	23,500	23,490	30,090	40,800	26,524	38,000	38,800
40	65035	00	Graffiti Removal / Vandalism	360	654	4,543	2,561	-	4,500	4,500
			Total Improvements Expenses	\$ 877,000	\$ 1,089,174	\$ 1,116,650	\$ 1,268,636	\$ 698,886	\$ 1,044,450	\$ 1,106,650
			INCIDENTAL EXPENSES							
40	65118	05	Salaries and Wages	82,700	117,182	88,711	120,951	48,251	77,707	62,408
40	65118	10	Benefits	18,483	26,880	14,758	27,612	9,456	9,933	10,066
40	65118	15	PERS Contributions	9,435	12,946	9,713	12,862	5,520	5,924	6,161
40	65118	20	Medicare Tax	1,120	1,910	1,274	1,972	705	995	1,038
40	65118	30	Workers Compensation Ins.	1,361	1,071	722	1,578	4,638	4,342	4,447
40	65118	99	Unfunded Accrued Liability	8,299	9,963	8,523	10,805	10,416	25,568	29,403
40	65120	00	Operations	12,944	10,663	8,862	13,148	5,202	6,210	6,460
40	65125	00	Transportation/Communication	4,136	2,308	3,479	15,778	5,928	8,500	8,500
40	65130	00	Insurance	7,000	9,000	9,100	9,598	12,972	7,180	12,000
40	65135	00	Assessment Engineer	-	-	-	17,093	9,000	9,000	9,000
40	65140	00	Professional Services	16,000	9,000	9,000	11,834	12,315	9,200	9,200
40	65145	00	Publication	194	396	-	1,315	-	200	200
40	65200	00	Contingency	-	-	-	13,148	-	14,383	14,500
			Total Incidental Expenses	\$ 161,672	\$ 201,319	\$ 154,142	\$ 257,694	\$ 124,403	\$ 179,142	\$ 173,383
			CAPITAL IMPROVEMENTS							
40	65500	01	Meridian Parkway Impr-Sidewalk Re	-	-	-	-	-	150,000	150,000
40	65500	05	Tree Replacement	-	-	-	-	-	150,000	150,000
			TOTAL CAPITAL IMPROVEMENTS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 300,000	\$ 300,000



Fund Dept.	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Adopted 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
			Total Revenue	1,367,803	1,526,765	1,597,090	1,749,810	1,257,287	2,191,985	2,236,000
			Total Expenses	1,038,672	1,290,493	1,270,792	1,526,330	823,289	1,523,592	1,580,033
			Projected Net Revenue	329,131	236,272	326,298	223,480	433,998	668,393	655,967
			<b>FUND BALANCE:</b>							
			Fund Balance, Restricted: Maintenance & Landscaping - Beginning			\$ 1,310,222	\$ 1,636,520		\$ 1,860,000	\$ 2,528,393
			Projected Net Revenue			\$ 326,298	\$ 223,480		\$ 668,393	\$ 655,967
			<b>PROJECTED ENDING FUND BALANCE, RESTRICTED</b>			<b>\$ 1,636,520</b>	<b>\$ 1,860,000</b>	<b>\$ -</b>	<b>\$ 2,528,393</b>	<b>\$ 3,184,360</b>

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**EXPENSES – Planning & Permitting**

**FUND 120 LLMD**

Revenues:

**120-00-40260-00 Assessment**  
This is the sole revenue source for the Landscaping, Lighting, and Maintenance District (LLMD) Fund. The basis for this revenue source is derived from a special assessment to the properties covered in the LLMD. The annual assessment of \$2,191,985 for FY 22-23 is based upon current information; the assessment for FY 23-24 of \$2,236,000 is based on the assumption of a 2 percent growth over the previous fiscal year.

Expenses:

**120-40-65005-00 Traffic Signals**  
This account reflects Southern California Edison (SCE) charges for traffic signals and County of Riverside TLMA Administration monthly costs.

**120-40-65015-00 Lighting**  
This account reflects lighting in the LLMD provided by Southern California Edison. The budget estimates are based upon previous actuals charged to this account with growth of approximately 2 percent.

**120-40-65020-00 Landscaping**  
This account reflects landscaping services for the LLMD. Brightview Landscape Services Inc. monthly service constitutes 67 percent of the account balance. Budgetary estimates are based on FY 21-22 estimated actuals with a 5 percent growth rate for each respective fiscal year.

**120-40-65025-00 Drainage**  
This account reflects drainage services. Only 7 transactions were reflected in the account with 1 invoice from Aran Tree Service equaling 93% of the amount balance. Future years will anticipate a multiple year plan to reduce cost.

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- 120-40-65030-00 Street Sweeping**  
This account reflects street sweeping services to the LLMD. The budgetary amount is based upon FY 21-22 actuals with growth of 2 percent each respective year. For FY 22-23 and thereafter additional streets are planned to be added.
- 120-40-35035-00 Graffiti Removal/Vandalism**  
This account reflects utilizing a contracted company for graffiti removal in the LLMD.
- 120-40-65120-00 Operations**  
This account reflects operation costs related to the LLMD which includes a portion of rent, computer maintenance, and utilities.
- 120-40-65125-00 Transportation/Communication**  
This account reflects phone, internet and mobile phone services along with computer maintenance, truck service, and vehicle fuel for the LLMD.
- 120-40-65130-00 Insurance**  
This account reflects the LLMD's share of General Liability, Cyber Crime, and Crime Coverage insurance.
- 120-40-65135-00 Assessment Engineer**  
This account reflects the continual use of an assessment engineer contracted services.
- 120-40-65140-00 Professional Services**  
This account reflects the continual use of contracted professional services for the LLMD. TRI Lake is used for the LLMD professional service needs.

Capital Improvements:

- 120-40-650XX-00 Meridian Parkway Improvements – Sidewalk Repairs**  
This account reflects Meridian Parkway sidewalk repairs. This project includes roadway excavation, earthwork, subgrade preparation, concrete removal, and tree removal. It also includes striping, signing, pavement markings, installation of fire hydrant, sideway and curb and gutter repairs. The amount of this project in FY 22-23 is budgeted for \$150,000. In FY 23-24 Meridian Parkway

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sidewalk repairs project plans on continuing sidewalk repairs on Meridian Parkway.

**120-40-650XX-00 Tree Replacement**

This account reflects the tree replacements project to replace trees throughout LLMD with \$150,000 budgeted for FY 22-23 and each fiscal year thereafter.

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**COMMUNITY FACILITIES DISTRICT - CFD**

**2021-2022 PERFORMANCE MEASURES**

	<u>Measure</u>	<u>Status</u>
1	None	None

**BUDGET CHANGES AND OPERATIONAL IMPACTS**

The delay in the development of the March LifeCare Campus, within the JPA’s Northeast Corner, has resulted in a very low input and output within the CFD account. Revenues associated with March LifeCare CFD are largely collected in assessments from the March Veterans Village site, as well as the Signature Health and Cobalt sites. Due to lack of activities within the Northeast Corner, the CFD has seen very little activity over the years. However, due to long vacancies within abandoned JPA buildings the March JPA has been experiencing increasing nuisances from transients in the area. As such, modifications to the CFD budget are recommended to address ongoing maintenance and public hazard issues occurring within the Northeast Corner.

**GOALS FOR 2022-2024**

	<u>Measure</u>	<u>Status</u>
1	Pursue a DDA Amendment with March LifeCare developer to require infrastructure improvements prior to the end of 2022.	DDA Amendment approved January 2022. Improvements in progress.
2	Interim maintenance of drainage infrastructure – Cactus Channel	Construction design and right-of-way acquirement underway. In the meantime, JPA staff is maintaining the channel and required ACOE permit for interim maintenance.
3	Ongoing landscape maintenance	In progress. Minimal activities here to mitigate potential fire hazards.
4	Utilities maintenance	Ongoing maintenance costs of utilities, previously paid of the JPA General Fund, will be directed to the CFD fund.



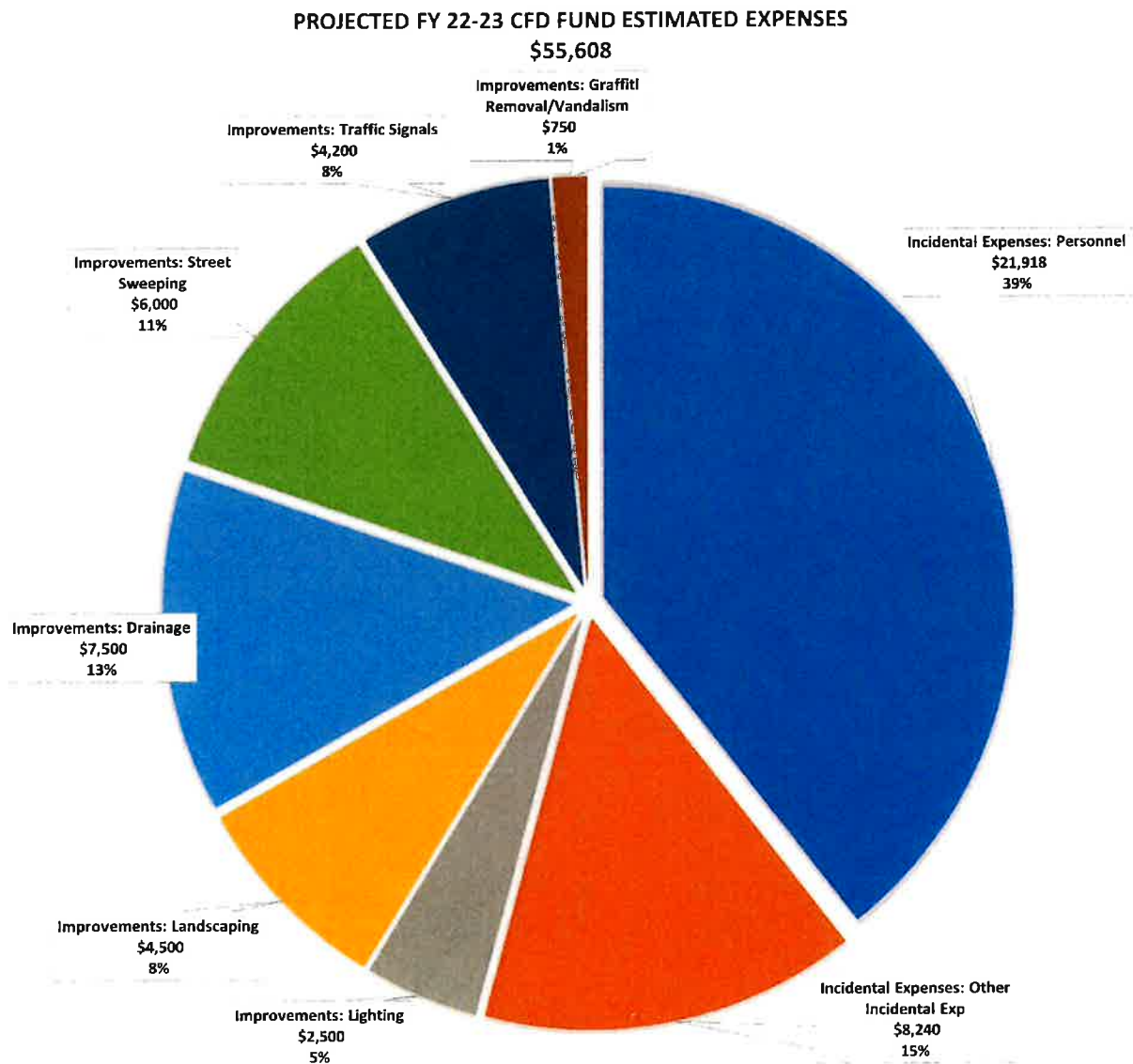
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**REVENUES & EXPENSES**

The CFD is expected to remain stagnant in FY 2022-2023 and FY 2023-2024. Within 2022-2024 budgets, the CFD is estimated to collect \$74,061 in assessments per year. Proposed capital improvements, in addition to maintenance contracts, will not exceed assessment revenues.

**REVENUE FY 22-23 = \$74,061**

**EXPENSES FY 22-23 = \$55,608**



**MARCH JOINT POWERS AUTHORITY - CFD**  
**PROPOSED TWO YEAR BUDGET FOR FISCAL YEARS 2022/2023 & 2023/2024**

Fund Dept.	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Adopted 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
140										
			REVENUE							
00	40260	00	ASSESSMENTS	60,183	34,145	52,116	74,061	55,988	74,061	74,061
			Net Operating Revenue	\$ 60,183	\$ 34,145	\$ 52,116	\$ 74,061	\$ 55,988	\$ 74,061	\$ 74,061
			Total Revenue	\$ 60,183	\$ 34,145	\$ 52,116	\$ 74,061	\$ 55,988	\$ 74,061	\$ 74,061
			EXPENSES							
			IMPROVEMENTS							
40	65005	00	Traffic Signals	-	-	-	825	-	4,200	4,200
40	65015	00	Lighting	2,911	2,115	2,393	3,273	1,984	2,500	2,500
40	65020	00	Landscaping	-	-	-	25,215	-	4,500	4,500
40	65025	00	Drainage	-	-	-	7,649	-	7,500	7,500
40	65030	00	Street Sweeping	-	-	-	1,241	-	6,000	6,000
40	65031	00	Rapid Transit Shelters	-	-	-	100	-	-	-
40	65035	00	Graffiti Removal/ Vandalism	-	-	-	200	-	750	750
			Total Improvements Expenses	\$ 2,911	\$ 2,115	\$ 2,393	\$ 38,503	\$ 1,984	\$ 25,450	\$ 25,450
			INCIDENTAL EXPENSES							
40	65110	00	Project Manager	-	17,719	-	17,719	-	-	-
40	65118	05	Salaries and Wages	-	-	-	-	-	14,348	14,635
40	65118	10	Benefits	-	-	-	-	-	2,683	2,684
40	65118	15	PERS Contributions	-	-	-	-	-	2,016	2,057
40	65118	20	Medicare Tax	-	-	-	-	-	245	249
40	65118	30	Workers Compensation Ins.	-	-	-	-	-	2,626	2,678
40	65130	00	Insurance	-	-	-	-	-	2,150	3,500
40	65135	00	Assessment Engineer	-	1,500	-	3,000	3,000	3,000	3,000
40	65140	00	Professional Services	3,010	1,500	3,000	-	1,500	3,000	3,000
40	65150	00	County Cost Tax Roll	-	-	-	123	-	90	90
40	65200	00	Contingency	-	-	-	-	-	-	-
			Total Incidental Expenses	\$ 3,010	\$ 20,719	\$ 3,000	\$ 20,842	\$ 4,500	\$ 30,158	\$ 31,893

Fund Dept.	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Adopted 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
			Total Revenues	60,183	34,145	52,116	74,061	55,988	74,061	74,061
			Total Expenses	5,921	22,834	5,393	59,345	6,484	55,608	57,343
			Projected Net Revenue	\$ 54,262	\$ 11,311	\$ 46,723	\$ 14,716	\$ 49,504	\$ 18,453	\$ 16,718
			<b>FUND BALANCE:</b>							
			Fund Balance, Restricted: Maintenance & Landscaping - Beginning			\$ 99,167	\$ 145,890		\$ 160,606	\$ 179,059
			Projected Net Revenue			\$ 46,723	\$ 14,716		\$ 18,453	\$ 16,718
			<b>PROJECTED ENDING FUND BALANCE, RESTRICTED</b>			\$ 145,890	\$ 160,606	\$ -	\$ 179,059	\$ 195,777

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**FUND 140 CFD FUND**

Revenues:

**140-00-40260-00 Assessments**

This is the sole revenue source for the Community Facilities District (CFD) Fund. The basis for this revenue source is derived from a special assessment to the properties covered in the CFD. The annual assessment of \$74,061 is not expected to change through FY 23-24.

Expenses:

**140-40-65005-00 Traffic Signals**

This account reflects Southern California Edison (SCE) charges for traffic signals located in the CFD. Currently one traffic signal was identified on the SCE invoice located at Riverside and Meyer which is within the CFD.

**140-40-65015-00 Lighting**

This account reflects lighting in the CFD. The budget estimates are based upon previous actuals charged to this account. No significant change in charges are anticipated.

**140-40-65020-00 Landscaping**

This account reflects maintenance and weed abatement services for the CFD. Estimates are based upon a vendor currently being used in another area in the JPA.

**140-40-65025-00 Drainage**

This account reflects drainage services, and the estimate is based upon services provided to the JPA in another area.

**140-40-65030-00 Street Sweeping**

This account reflects street sweeping services to the CFD. The budgetary amount is based upon estimated costs currently being provided at Green Acres.

**140-40-35035-00 Graffiti Removal/Vandalism**

This account reflects utilizing a contracted company for graffiti removal in the CFD.

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET

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**140-40-65130-00 Insurance**

This account reflects the CFD's share of General Liability, Cyber Crime, and Crime Coverage insurance.

**140-40-65135-00 Assessment Engineer**

This account reflects the continual use of an assessment engineer contracted services.

**140-40-65140-00 Professional Services**

This account reflects the continual use of contracted professional services for the CFD.

# Green Acres



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**GREEN ACRES**

**2021-2022 PERFORMANCE MEASURES**

	<u>Measure</u>	<u>Status</u>
1	Maintain full Occupancy	Occupancy at 100%.
2	Reduce water costs	WMWD water infrastructure project to be completed end of 2022.
3	Improve energy efficiencies within homes	More than three home renovations were completed in FY 2021-2022 to accommodate move-outs and new move-ins.

**BUDGET CHANGES AND OPERATIONAL IMPACTS**

No significant budget changes are recommended at this time.

**GOALS FOR 2022-2024**

No changes to the above-mentioned Performance Measures are proposed at this time. In April of 2022, the Joint Powers Commission expressed interest in releasing Green Acres for sale to an independent party. March JPA staff has engaged non-profits, government agencies and private entities in the release of Green Acres for sale. Discussions with various parties are in progress.

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET

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GREEN ACRES ENTERPRISE FUNDS – REVENUES

Description	Audited 2020-2021 Actual	Current 2021-2022 Actual	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
RENTAL INCOME	1,796,114	1,800,000	1,628,294	2,000,000	2,000,000
UTILITY CHARGES	60,974	60,000	47,037	60,000	60,000
LATE FEES & NSF FEES	1,122	1,500	639	1,000	1,000
CREDIT CHECK FEES	1,760	1,000	720	1,000	1,000
INTEREST INCOME	3,452	-	(96,104)	30,000	30,000
HOLDING FEES FORFEITURE	-	200	-	120	120
MISCELLANEOUS	440	250	325	400	400
<b>Net Operating Revenue</b>	<b>\$ 1,863,862</b>	<b>\$ 1,862,950</b>	<b>\$ 1,580,911</b>	<b>\$ 2,092,520</b>	<b>\$ 2,092,520</b>

REPAIRS & MAINTENANCE FUND – TRANSFERS IN

Description	Audited 2020-2021 Actual	Current 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
Designated Set Aside (5% of Rental Income)	100,000	90,000	-	100,000	100,000
<b>Total Transfers In</b>	<b>\$ 100,000</b>	<b>\$ 90,000</b>	<b>\$ -</b>	<b>\$ 100,000</b>	<b>\$ 100,000</b>

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET  
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**EXPENDITURES**

<b>Description</b>	<b>Audited 2020-2021 Actual</b>	<b>Current 2020-2021 Budget</b>	<b>Actual 4/30/2022</b>	<b>Proposed 2022-2023 Budget</b>	<b>Proposed 2023 – 2024 Budget</b>
<b>Roof Repairs</b>	9,075	25,000	5,215	27,000	27,000
<b>Unit Improvements (Kitchens)</b>	53,349	50,000	50,276	55,000	55,000
<b>Total Expenses</b>	<b>\$ 62,424</b>	<b>\$ 75,000</b>	<b>\$ 55,491</b>	<b>\$ 82,000</b>	<b>\$ 82,000</b>

**MARCH JOINT POWERS AUTHORITY - GREEN ACRES ENTERPRISE FUND**  
**PROPOSED TWO YEAR BUDGET FOR FISCAL YEARS 2022/2023 & 2023/2024**

Fund Dept.	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
300			GREEN ACRES ENTERPRISE FUND							
	<b>REVENUE</b>									
00	40200	00	RENTAL INCOME	1,761,547	1,771,477	1,796,114	1,800,000	1,628,294	2,000,000	2,000,000
00	40225	00	UTILITY CHARGES	55,780	56,142	60,974	60,000	47,037	60,000	60,000
00	40250	00	LATE FEES & NSF FEES	1,800	889	1,122	1,500	639	1,000	1,000
00	40300	00	CREDIT CHECK FEES	1,640	880	1,760	1,000	720	1,000	1,000
00	40600	00	INTEREST INCOME	95,591	65,360	3,452	-	(96,104)	30,000	30,000
00	40675	00	HOLDING FEES FORFEITURE	-	120	-	200	-	120	120
00	40750	00	MISCELLANEOUS	325	200	440	250	325	400	400
	Revenue Total			<b>\$ 1,916,683</b>	<b>\$ 1,895,068</b>	<b>\$ 1,863,862</b>	<b>\$ 1,862,950</b>	<b>\$ 1,580,911</b>	<b>\$ 2,092,520</b>	<b>\$ 2,092,520</b>
			<b>Net Operating Revenue</b>	<b>\$ 1,916,683</b>	<b>\$ 1,895,068</b>	<b>\$ 1,863,862</b>	<b>\$ 1,862,950</b>	<b>\$ 1,580,911</b>	<b>\$ 2,092,520</b>	<b>\$ 2,092,520</b>
	<b>EXPENSES</b>									
			ADMINISTRATION DEPT							
	Personnel									
10	50100	05	Salaries and Wages	180,075	209,328	241,843	235,000	193,448	207,006	207,932
10	50100	10	Benefits	45,015	44,740	45,622	47,000	34,629	36,614	36,888
10	50100	12	Post Employment Benefits	(7,730)	(1,130)	564	-	-	-	-
10	50100	15	PERS Contributions	83,565	42,782	91,220	23,010	16,219	16,316	17,197
10	50100	20	Medicare Tax	2,892	3,221	3,451	4,000	3,067	3,362	3,510
10	50100	25	Unemployment	-	-	-	-	-	-	-
10	50100	30	Workers Compensations Ins.	7,488	5,893	3,972	17,000	17,500	14,769	15,142
10	50100	99	Unfunded Accrued Liability	11,412	13,699	17,045	20,990	20,832	12,784	14,701
				<b>\$ 322,717</b>	<b>\$ 318,533</b>	<b>\$ 403,717</b>	<b>\$ 347,000</b>	<b>\$ 285,695</b>	<b>\$ 290,851</b>	<b>\$ 295,370</b>
	Operating Cost									
10	50150	06	Periodicals/Memberships	801	1,373	625	1,500	2,095	2,500	2,500
10	50150	08	Education/Training	990	-	391	500	-	500	500
10	50150	16	Office Supplies	1,100	902	878	1,500	861	1,500	1,500
10	50150	18	Telephone & Internet Expense	1,186	1,105	1,325	1,300	423	1,000	1,000
10	50150	20	Mobile Phones	995	1,116	1,033	1,000	1,178	1,300	1,300
10	50150	24	Postage	40	-	-	200	-	100	100
10	50150	26	Liability Insurance	5,520	7,465	8,686	9,000	13,571	18,473	23,000
10	50150	30	Printing-Outside	-	524	-	500	-	-	-
10	50150	36	Advertisement	-	-	-	-	1,937	-	-
10	50150	42	Bank Fees	-	-	-	-	3,163	4,000	4,000
10	50150	44	Tenant Relations	1,000	1,000	-	1,000	-	1,000	1,000
10	50150	47	Office Rent	7,239	8,189	7,759	13,000	6,055	8,000	8,000
10	50150	48	Office Utilities	1,178	1,178	982	1,300	1,551	2,000	2,000
10	50150	50	Depreciation	301,377	301,377	301,617	-	-	301,617	301,617



Fund Dept.	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
10	50300	02	Office Equipment	-	-	-	500	-	500	500
10	50300	06	Computer Software	2,316	13,399	3,268	9,000	5,074	8,000	8,000
	Total			\$ 2,316	\$ 13,399	\$ 3,268	\$ 9,000	\$ 5,074	\$ 8,000	\$ 8,000
	Professional Services									
10	50200	02	General Legal Services (Court Costs)	-	-	-	500	-	500	500
10	50200	15	Credit Check Services	1,251	824	2,117	1,000	519	1,000	1,000
10	50200	30	Security Measures	5,701	15,944	46	-	-	-	-
	Total			\$ 6,952	\$ 16,768	\$ 2,163	\$ 1,500	\$ 519	\$ 1,500	\$ 1,500
	Capital Expenses									
10	50300	10	Appliance Purchase	23,799	11,340	28,543	22,500	16,497	22,000	22,000
10	50300	15	Security Entrance Gates	5,433	730	4,132	20,000	3,264	8,000	8,000
	Total			\$ 29,232	\$ 12,070	\$ 32,675	\$ 42,500	\$ 19,761	\$ 30,000	\$ 30,000
			<b>Total ADMINISTRATION DEPT</b>	\$ 682,643	\$ 684,999	\$ 765,119	\$ 431,300	\$ 341,883	\$ 672,841	\$ 681,887
			<b>FACILITIES MGMT DEPT</b>							
20	51150	00	Fire and Casualty Insurance	11,976	15,429	20,403	20,000	34,277	56,399	58,000
20	51160	00	Property Taxes	30,334	30,973	31,515	35,000	31,871	40,000	40,000
20	51200	00	Building Maintenance	232,532	201,590	136,563	240,000	87,569	150,000	150,000
20	51250	00	Grounds Maintenance	357,085	327,788	253,428	350,000	186,940	250,000	250,000
20	51300	00	Equipment Maintenance	43,598	47,181	48,742	55,000	34,731	55,000	55,000
20	51350	00	Utilities	358,933	438,237	474,649	425,000	379,975	425,000	425,000
	51360	00	Bad Debt Expense	4,684	11,828	-	2,500	-	2,500	2,500
			<b>Total FACILITIES MGMT DEPT</b>	\$ 1,039,142	\$ 1,073,026	\$ 965,300	\$ 1,127,500	\$ 755,363	\$ 978,899	\$ 980,500
			<b>OTHER FINANCING USES</b>							
10	50900	00	Transfer to Other Funds	487,500	390,000	100,000	-	-	-	-
			5% of Rental Incol Transfer to Designated Repair & Maint	-	-	-	-	-	100,000	100,000
			<b>Total OTHER FINANCING USES</b>	\$ 487,500	\$ 390,000	\$ 100,000	\$ -	\$ -	\$ 100,000	\$ 100,000
			<b>Total Revenue</b>	1,916,683	1,895,068	1,863,862	1,862,950	1,580,911	2,092,520	2,092,520
			<b>Total Expenses</b>	2,209,285	2,148,025	1,830,419	1,558,800	1,097,246	1,751,740	1,762,387
			Projected Net Revenue	\$ (292,602)	\$ (252,957)	\$ 33,443	\$ 304,150	\$ 483,665	\$ 340,780	\$ 330,133
			<b>NET POSITION:</b>							
			<b>Net Position, Unrestricted - Beginning</b>			\$ 3,213,089	\$ 3,246,532		\$ 3,550,682	\$ 3,891,462
			Projected Net Revenue			\$ 33,443	\$ 304,150		\$ 340,780	\$ 330,133
			<b>PROJECTED ENDING NET POSITION, UNRESTRICTED</b>			\$ 3,246,532	\$ 3,550,682	\$ -	\$ 3,891,462	\$ 4,221,595





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**FUND 301 GREEN ACRES ENTERPRISE FUND**

Revenues:

- 301-00-48025-00 Transfers-In: Designated Set Aside (5% of Rental Income)**  
This is the sole revenue source for the Green Acres Enterprise Fund. The basis for this revenue source is derived from Green Acres rental income. Five percent of total rental income is set aside specifically for designated repair and maintenance.

Expenses:

- 301-20-51250-00 Roof Repairs**  
This account reflects sectional roof repairs provided by Christianson Roofing.
- 301-20-51200-03 Unit Improvements (Kitchens)**  
This account reflects various kitchen repairs including cabinetry.

MIPAA

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**MARCH INLAND PORT AIRPORT AUTHORITY**

**2021-2022 PERFORMANCE MEASURES**

	<u>Measure</u>	<u>Status</u>
1	Financial Sustainability	Currently sustainable. Maintain over next two budget years
2	Master Planning	Data collection, infrastructure inventory and aviation forecasts complete. Complete MP by fall 2023. Begin implementation of Capital Improvements in 2024.
3	Airport Developments	VIP-215 construction underway. COO expected in early 2024. Meridian D1 Aviation Gateway in entitlement process. Upon approval of project, expect construction to begin end of 2023 or early 2024

**BUDGET CHANGES AND OPERATIONAL IMPACTS**

A \$466,000 Category called “Improvements” is added to account for the following facilities that will be added to the list of airport facilities in 2023. These improvements are associated with the full improvement of Parcel D-2 which will accommodate a 1.8 million square foot logistics building for Target.

Improvements include traffic signals, signage, lighting, landscaping, drainage, street sweeping and graffiti removal along the newly installed Van Buren Boulevard. These facilities will be within the jurisdiction of the March Inland Port Airport.

**GOALS FOR 2022-2024**

Continue investment in infrastructure projects resulting out of the Master Plan and submit grant applications for those projects. Utilize the proceeds from Parcel D-3 to Airport Authority obligated portions of grant funded projects and/or invest in projects not otherwise eligible for FAA grant funding. Maintain fiscal sustainability not to encumber member jurisdictions. No other significant budget changes anticipated.

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET  
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**BUDGET CHANGES AND OPERATIONAL IMPACTS**

No significant budget changes are recommended at this time.

Budgeted revenues and expenses have been met. Future two-year budget expects financial sustainability with adequate funds for planned infrastructure repairs and improvements. New ground lease revenue from VIP-215 will begin in 2023. That lease revenue influx is identified in the two-year budget. Additionally, \$4,000,000 was deposited into Airport Authority's budget resulting from the sale of Parcel D-3. Disbursements of those proceeds are limited to funding airport infrastructure projects.

**MIPAA BUDGET ITEMS FOR CONSIDERATION**

Since 2004 the Airport Authority met much of its budgetary needs through loans from the March JPA General Fund. To date, those loans total approximately \$4.6 Million to include interest. March JPA staff is seeking guidance on three payment scenarios that the Commission would like to incorporate into the proposed 2022-2024 Airport Authority budget.

Since 2004 the Airport Authority met much of its budgetary needs through loans from the March JPA General Fund. While previous Airport Authority budgets did not include the repayment of March JPA loans, the pending sunseting of the March JPA as well as the establishment of the Airport Authority as a standalone entity, is triggering the need to consider this loan repayment issue within upcoming budgets. The following scenarios are presented for the Commission's discussion on next steps for loan repayment to the March JPA.

To date, those loans total approximately \$4.6 Million to include interest. The total amount due to the JPA amounted to \$4,569,263. The 1<sup>st</sup> component is comprised of \$597,896 of non-interest-bearing loans issued 2003 and earlier. The 2<sup>nd</sup> component is interest bearing loans issued dating back as far as 2004 in the principal amount of \$2,090,000. The interest accrued through 6/30/2022 is \$1,567,866.67. Interest will continue to accrue on the loans at \$104,500 per fiscal year.

There are 4 scenarios presented regarding the loan.

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET

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**Scenario One: Full Loan Repayment:** The payoff would be done in three fiscal years with two years paying \$1,523,088. and the final year paying \$1,523,087.

**Scenario Two: Partial Repayment:** The amount of payoff under this scenario amounts to \$2,284,632 or \$761,544 per the next 3 fiscal years. The remainder balance would be forgiven.

**Scenario Three: Interest Only Repayment:** This scenario pays off \$1,881,367 of interest that would accrue through FY 24-25 and the principal amount would be forgiven. Payments over three fiscal years would be \$627,122 per year. The principal amount of the loan to be forgiven would be \$2,687,896.

**Scenario Four: Loan Forgiveness:** This scenario would approve the Airport budget as currently proposed and forgive all MJPA loans in the amount of \$4,569,263.

At the August 3<sup>rd</sup>, 2022 Finance Subcommittee meeting, the committee voted to recommend Scenario Four to the Commission.

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET

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REVENUES

Description	Audited 2020-2021 Actual	Current 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
OPERATING REVENUE:					
Lease Revenue	335,727	402,000	290,945	1,259,000	2,454,360
Permit Fees	3,500	5,000	2,000	3,000	3,500
Foreign Trade Zone	-	-	-	-	-
Fuel Flowage Fees	815,158	580,000	461,882	554,260	570,888
Aircraft Landing Fees	475,665	480,000	389,193	467,000	481,010
Administrative Service Fees	-	-	-	-	-
Airplane Parking Fees	23,226	6,000	5,650	3,000	4,000
Security Fees	8,248	11,000	13,173	12,000	13,000
Surcharges on Vendors	303,693	205,000	142,971	190,000	195,000
Ramp Use Fees	-	1,500	9,289	2,500	3,000
Proceeds from D-3 West	-	-	4,000,000	-	-
<b>TOTAL OPERATING REVENUE</b>	<b>\$ 1,965,217</b>	<b>\$ 1,690,500</b>	<b>\$ 5,315,103</b>	<b>\$ 2,490,760</b>	<b>\$ 3,724,758</b>

CAPITAL PROJECTS REVENUE:					
Grants/Federal	157,000	-	-	-	-
FAA Grant (Environmental Apron 1)	-	-	-	-	270,000
FAA Grant (Environmental Apron 2)	-	-	-	-	-
Master Plan/PMP AIP 15 (761,726 MP/94,389 PMP)	-	235,000	135,192	621,115	-
FAA Future Grants	-	-	-	-	1,800,000
ARPA FAA Grant AIP 17 (Relief Grant 587,570 debt pay)	-	-	-	587,570	-
<b>TOTAL CAPITAL PROJECTS REVENUE</b>	<b>\$ 157,000</b>	<b>\$ 235,000</b>	<b>\$ 135,192</b>	<b>\$ 1,208,685</b>	<b>\$ 2,070,000</b>
<b>TOTAL REVENUE</b>	<b>\$ 2,122,217</b>	<b>\$ 1,925,500</b>	<b>\$ 5,450,295</b>	<b>\$ 3,699,445</b>	<b>\$ 5,794,758</b>



MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET  
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**EXPENDITURES**

<b>Description</b>	<b>Audited 2020-2021 Actual</b>	<b>Current 2021-2022 Budget</b>	<b>Actual 4/30/2022</b>	<b>Proposed 2022-2023 Budget</b>	<b>Proposed 2023-2024 Budget</b>
OPERATING EXPENSES					
Personnel	\$ 783,763	\$ 596,000	\$ 501,962	\$ 693,452	\$ 703,542
Airport Operations	\$ 939,870	\$ 355,750	\$ 52,355	\$ 984,571	\$ 991,698
Professional Services	\$ 56,877	\$ 92,500	\$ 196,078	\$ 96,000	\$ 106,000
Facilities Management	\$ 317,276	\$ 337,500	\$ 241,513	\$ 333,837	\$ 347,500
Improvements	\$ -	\$ -	\$ -	\$ -	\$ 466,000
<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 2,097,786</b>	<b>\$ 1,381,750</b>	<b>\$ 991,908</b>	<b>\$ 2,107,860</b>	<b>\$ 2,614,740</b>

**MARCH INLAND PORT AIRPORT AUTHORITY  
PROPOSED TWO YEAR BUDGET FOR FISCAL YEARS 2022/2023 & 2023/2024**

Fund Dept	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
500			MARCH INLAND PORT AIRPORT AUTHORITY							
			<b>REVENUE</b>							
			<b>OPERATING REVENUE:</b>							
00	40100	00	Lease Revenue	244,581	258,135	335,727	402,000	290,945	1,259,000	2,454,360
00	40300	00	Permit Fees	3,500	4,000	3,500	5,000	2,000	3,000	3,500
00	40655	00	Foreign Trade Zone	-	-	-	-	-	-	-
00	44050	02	Fuel Flowage Fees	386,111	549,452	815,158	580,000	461,882	554,260	570,888
00	44050	04	Aircraft Landing Fees	276,950	455,604	475,665	480,000	389,193	467,000	481,010
00	44050	08	Administrative Service Fees	2,790	-	-	-	-	-	-
00	44050	22	Airplane Parking Fees	3,110	4,854	23,226	6,000	5,650	3,000	4,000
00	44050	16	Security Fees	30,613	7,775	8,248	11,000	13,173	12,000	13,000
00	44050	18	Surcharges on Vendors	954,796	234,356	303,693	205,000	142,971	190,000	195,000
00	44050	14	Ramp Use Fees	374	960	-	1,500	9,289	2,500	3,000
00	40735	00	Proceeds from D-3 West	-	-	-	-	4,000,000	-	-
			<b>TOTAL OPERATING REVENUE</b>	<b>\$ 1,902,825</b>	<b>\$ 1,515,136</b>	<b>\$ 1,965,217</b>	<b>\$ 1,690,500</b>	<b>\$ 5,315,103</b>	<b>\$ 2,490,760</b>	<b>\$ 3,724,758</b>
			<b>CAPITAL PROJECTS REVENUE:</b>							
00	40500	00	Grants/Federal	2,952,631	117,597	157,000	-	-	-	270,000
			FAA Grant (Environmental Apron 1)	-	-	-	-	-	-	-
			FAA Grant (Environmental Apron 2)	-	-	-	-	-	-	-
			Master Plan/PMP AIP 15 (761,726 MP/94,389 PMP)	-	-	-	235,000	135,192	621,115	-
			FAA Future Grants	-	-	-	-	-	-	1,800,000
			ARPA FAA Grant AIP 17 (Relief Grant 587,570 debt)	-	-	-	-	-	587,570	-
			<b>TOTAL CAPITAL PROJECTS REVENUE</b>	<b>\$ 2,952,631</b>	<b>\$ 117,597</b>	<b>\$ 157,000</b>	<b>\$ 235,000</b>	<b>\$ 135,192</b>	<b>\$ 1,208,685</b>	<b>\$ 2,070,000</b>
			<b>TOTAL REVENUE</b>	<b>\$ 4,855,456</b>	<b>\$ 1,632,733</b>	<b>\$ 2,122,217</b>	<b>\$ 1,925,500</b>	<b>\$ 5,450,295</b>	<b>\$ 3,699,445</b>	<b>\$ 5,794,758</b>
			<b>EXPENSES</b>							
			<b>OPERATING EXPENSES</b>							
			Personnel							
10	50100	05	Salaries and Wages	233,762	362,150	465,282	430,000	359,810	508,250	508,548
10	50100	10	Benefits	41,257	59,529	65,109	65,000	52,565	69,786	70,377
10	50100	12	Post Employment Benefits	(10,822)	(1,583)	(2,271)	-	-	-	-
10	50100	15	PERS Contributions	61,917	70,828	216,373	48,270	36,975	52,248	53,809
10	50100	20	Medicare Tax	3,741	5,360	6,291	7,000	5,421	8,015	8,288
10	50100	30	Workers Compensation Ins.	2,496	1,964	1,324	7,000	8,503	7,670	7,915
10	50100	35	Employee Recruitment	1,149	-	-	-	-	-	-
10	50100	99	Unfunded Accrued Liability	12,449	14,945	31,655	38,730	38,688	47,483	54,605
			<b>Total</b>	<b>\$ 345,949</b>	<b>\$ 513,193</b>	<b>\$ 783,763</b>	<b>\$ 596,000</b>	<b>\$ 501,962</b>	<b>\$ 693,452</b>	<b>\$ 703,542</b>

Fund Dept	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
			Operations							
10	50150	02	Mileage Reimbursement	697	626	-	1,300	-	1,500	1,700
10	50150	06	Periodicals/Memberships	3,695	3,283	3,553	3,600	2,210	3,600	3,650
10	50150	08	Education/Training (Seminars)	2,394	215	-	4,000	275	4,000	5,000
10	50150	12	Travel	3,284	2,499	-	5,000	-	5,000	5,000
10	50150	16	Office Supplies	2,030	909	1,371	1,500	401	1,500	1,500
10	50150	18	Telephone & Internet Expense	6,539	14,708	16,375	12,000	13,849	16,000	17,000
10	50150	20	Mobile Phones	1,626	1,823	2,005	2,500	1,579	2,500	2,500
10	50150	24	Postage	540	73	329	50	-	50	100
10	50150	26	General Liability Insurance	5,520	7,467	8,701	14,000	13,571	18,473	23,000
10	50150	30	Printing - Outside	141	109	-	200	-	250	250
10	50150	32	Office Equipment Leases	953	1,030	1,168	1,200	1,332	1,600	1,700
10	50150	34	Office Equipment Maintenance	2,903	6,459	7,263	8,000	5,620	8,000	8,000
10	50150	36	Advertisement	889	3,215	696	3,500	695	3,500	3,500
10	50150	38	Production/Artwork	2,944	-	-	300	-	1,000	1,000
10	50150	40	Promotional Activities	1,050	540	-	1,700	10	15,000	15,000
10	50150	47	Office Rent	3,718	4,094	3,830	4,400	3,361	4,400	4,600
10	50150	48	Office Utilities	5,668	6,543	7,503	8,000	6,353	8,000	8,000
10	50150	50	Depreciation	687,488	778,603	778,698	-	-	778,698	778,698
10	50715	00	Interest Expense	104,500	104,500	104,500	-	-	104,500	104,500
10	50300	02	Furniture	621	-	-	-	-	-	-
10	50300	05	General Aviation Facilities	-	-	-	280,000	-	-	-
10	50300	01	Airport Vehicle Purchase	-	-	2,859	-	1,120	-	-
10	50300	06	Computer Software and Hardware	1,996	2,153	1,019	4,500	1,979	7,000	7,000
			Total	\$ 839,196	\$ 938,849	\$ 939,870	\$ 355,750	\$ 52,355	\$ 984,571	\$ 991,698
			Professional Services							
10	50200	02	General Legal Services (10%)	18,013	20,239	21,161	20,000	19,125	20,000	25,000
10	50200	04	Special Legal Services	60,587	-	1,449	5,000	11,684	15,000	20,000
10	50200	11	Environmental Review	2,464	-	-	10,000	-	15,000	15,000
10	50200	14	Annual Audit	8,600	19,060	9,545	22,000	5,400	10,000	10,000
10	50200	15	Financial Consulting	-	-	-	500	-	1,000	1,000
10	50200	26	Aviation Planning	42,766	50,749	24,722	35,000	159,869	35,000	35,000
			Total	\$ 132,430	\$ 90,048	\$ 56,877	\$ 92,500	\$ 196,078	\$ 95,000	\$ 106,000





Fund	Dept	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
				Total Revenue	5,255,456	1,632,733	2,122,217	1,925,500	5,450,295	3,699,445	5,794,758
				Total Expenses	1,597,737	2,059,358	2,097,786	1,616,750	1,127,100	3,316,725	4,914,740
				Projected Net Revenue	\$ 3,657,719	\$ (426,625)	\$ 24,431	\$ 308,750	\$ 4,323,195	\$ 382,720	\$ 880,018
				NET POSITION:							
				Net Position, Unrestricted - Beginning				(1,801,890)		\$(1,493,140)	\$(331,722)
				Net Position, Net Investment in Capital Assets: change from Prior Year						\$ 778,698	\$ 1,078,698
				Projected Net Revenue				\$ 308,750		\$ 382,720	\$ 880,018
				<b>PROJECTED ENDING NET POSITION, UNRESTRICTED</b>			<b>\$(1,801,890)</b>	<b>\$(1,493,140)</b>	<b>\$ -</b>	<b>\$(331,722)</b>	<b>\$ 1,626,994</b>

## **FUND 500 MARCH INLAND PORT AIRPORT AUTHORITY FUND**

### Revenues:

#### **500-00-40100-00**

##### **Lease Revenue**

The basis for this March Inland Port Airport Authority (MIPAA) revenue source is derived from leases with some key company. The lease revenue for FY 2018-19 was \$244,581 and for FY 2019-20 was \$258,135. Originally the lease revenue came from 4 sources: 2 leases with Freeman Holdings of Riverside LLC, First Industrial Realty Trust Inc., and Alameda BBC LLC. Beginning in June of FY 20-21, Heacock Partners LLC was added. The total FY 2020-21 lease revenue was \$335,727; For FY 21-22 Lease Revenue was \$350,123; which was comprised of Freeman Holdings of Riverside LLC Lease#1 for \$29,901.88; Freeman Holdings of Riverside LLC Lease#2 for \$62,533.44; Heacock Partners LLC for \$72,115.22; First Industrial Realty Trust Inc. for \$72,620.42; and Alameda BBC LLC for \$112,952.22. Also, during FY 21-22 all the leases were adjusted during the year on their lease anniversary date. The Alameda BBC LLC lease was adjusted in October 2021 by 3.927%; Both Freeman Holdings of Riverside LLC lease were adjusted in November 2021 by 5.958%; and First Industrial Realty Trust Inc. lease was adjusted in June by 2.5%; and Heacock Partners LLC was also adjusted in June 2022 by 4.5%.

During FY 22-23 it is anticipated that the VIP 215 Lease (Hillwood Project) will come to fruition approximately 7 months into the fiscal year. The anticipated annual lease revenue from the VIP 215 Lease is \$2,100,000. For FY 22-23 approximately five months of lease revenue is included in the Lease Revenue Budget for a total of \$882,000; which will bring the total Lease Revenue Budget to \$1,259,000. FY 23-24 will be the 1<sup>st</sup> year of receiving the full anticipated VIP 215 Lease revenue of \$2,100,000 bringing the budget to \$2,454,360.

#### **500-00-44050-02**

##### **Fuel Flowage Fees**

A fuel flowage fee is a fee on the user, which is paid at the pump. Fuel flowage fee revenues are used for airport improvements or other airport expenses. The fuel flowage fee is actually an airport user fee and is commonly accepted and is a fair way to raise airport revenues without placing entire burden on local airport tenants since revenue is provided by transient aircraft using the airport. The fuel flowage fee for MIPAA is .045 cents/gallon for all fuel place into any commercial aircraft and .10 cents/gallon for all fuel placed into any general aviation aircraft. In FY 18-19 the Fuel Flowage Fees were \$386,111; in FY 19-20 the Fuel Flowage



Fees were \$549,452; in FY 20-21 the Fuel Flowage Fees were \$815,158; and in FY 21-22 the Fuel Flowage Fees were \$533,040. The budgets for FY 22-23 for Fuel Flowage Fees are \$554,260 and FY 23-24 are \$570,888.

**500-00-44050-04**

**Aircraft Landing Fees**

Airport Landing Fee is a fee charged to aircraft utilizing landing facilities at the airport. This fee is charged to assist the March Inland Port Airport Authority in maintaining the airport year-round to ensure it remains safe for landings. The revenue is used to help maintain the runway, taxiway, apron cleaning and maintenance, and infrastructure maintenance like lighting and markings. The amount of the fee is based on the aircraft's weight and size in multiples of 1,000 lbs. The Airport Landing Fee for MIPAA is \$1.10 per 1,000 lbs. of the aircraft certified maximum landing weight. For aircrafts with less than the maximum gross take-off weight of 12,500 lbs. the Airport Landing Fees will be \$0.00. In FY 18-19 the Airport Landing Fees were \$276,950; in FY 19-20 the Airport Landing Fees were \$455,604; in FY 20-21 the Airport Landing Fees were \$475,665; and in FY 21-22 the Airport Landing Fees were \$533,040. The budgets for FY 22-23 for Airport Landing Fees are \$554,260 and FY 23-24 are \$570,888.

**500-00-44050-18**

**Surcharge on Vendors**

All service vendors conducting business at the March Inland Port Airport are required to possess a Non-Exclusive Vendor Permit issued by the Airport Authority. Permit holders must remit monthly airport surcharge payments to the Airport Authority equal to 10% of their gross revenues. In the past this account not only included surcharge on vendors but also included aircraft tie down revenue. These amounts for the fiscal years shown are separated in the notes and later in the budgetary numbers. Surcharges on vendors and tie down revenue are two very distinct and separate functions and should not have been commingled. Aircraft Tie Down will have its own account number in FY 22-23 and FY 23-24. In FY 18-19 the total surcharge on vendors was \$948,339; which was made up mainly of Majestic vendor surcharge payments for \$869,901. Majestic vendor surcharge payments represented 91% of the total vendor surcharge payments for FY 18-19. In FY 19-20 the total surcharge on vendors was \$228,515; Majestic vendor surcharge payments drop significantly and maintained the new payment level throughout the fiscal year. Allied Universal surfaced as the major vendor surcharge payer in the amount of \$122,769 which represents 54% of the total surcharge of vendors for FY 19-20. In FY 20-21 the total surcharge on vendors was \$300,173. The two top vendor surcharge payers which made up 65% of the revenue were Allied Universal for \$102,487 or 34% of the total and

ABM for \$93,129 or 31% of the total. In FY 21-22 Allied Universal was no longer a permitted vendor. In FY 21-22 there were only 3 vendors who were required to submit the surcharge. They were ABM, Freeman, and Alvest. In FY 21-22 the total surcharge on vendors was \$165,013. ABM was the largest single vendor surcharge payer in the amount of \$84,169, which represents 51% of the total in FY 21-22. The FY 22-23 budget estimate will be reduced to \$185,000 and FY 23-24 budget estimate will be reduced to \$190,000. \$5,000 will be reallocated from each fiscal year to the newly created Aircraft Tie Down account.

**500-00-44050-20**

**Aircraft Tie Down**

Aircraft tie down spaces are offered to minimize the possibility of movement of a parked, non-hangered aircraft due to high winds, propeller wash, and jet-efflux hazard from taxiing aircraft. Propeller wash is the blast that occurs when an aircraft starts its engine. The blast can be so intense it can overturn a stationary aircraft. Propeller wash is very hazardous to other aircraft, particularly light aircraft. Jet-efflux hazard occurs when a jet engine is running but is increased in speed and extends over a greater area and at a greater distance behind the engine, at high engine power settings when taxiing, before and during take-off, and during engine maintenance activities. March Inland Port Airport offers aircraft tie down spaces on a daily and monthly basis. The rates for daily Tie Downs for GA single engine aircraft are \$5.00/day, GA multi engine aircraft are \$8.00/day, and Jet/Helicopter aircrafts are \$15.00/day. The rates for monthly Tie Downs for GA single engine aircraft are \$55.00/month, GA multi engine aircraft are \$88.00/month, and Jet/Helicopter aircrafts are \$165.00/month. In previous fiscal years this revenue source was commingled with Surcharge on Vendors. In FY 18-19 the aircraft tie down revenue was \$6,457; the FY 19-20 aircraft tie down revenue was \$5,841; the FY 20-21 aircraft tie down revenue was \$3,520; and the FY 21-22 aircraft tie down revenue was \$4,015. A new account is being created for FY 22-23 and FY 23-24 with a budget of \$5,000 each year which is due to the reallocation from account 500-00-44050-18 above.

**500-00-40735-00**

**Proceeds from D-3 West**

In March 2022 the March Inland Port Airport Authority (MIPAA) received \$4,000,000 from the sale of parcel D-3. Due to the nature of the funds that originally purchased this property, the proceeds were limited to funding airport infrastructure projects. Originally in the FY 21-22 budget the proceeds were identified to be split evenly between March JPA and the MIPAA.

**500-00-40500-00**      **Grants/Federal**  
The MIPAA have utilized a variety of FAA Federal Grants over the course of the years to provide funding for operational needs, specific infrastructure projects, purchase of specific airport equipment, and other eligible needs as identified.

Expenses:

**500-10-50150-26**      **Liability Insurance**  
This account reflects the MIPAA's share of General Liability, Cyber Crime, and Crime Coverage insurance.

**500-10-50150-34**      **Office Equipment Maintenance**  
This account reflects maintenance of computer and copier equipment in the MIPAA offices. For FY 21-22 the amount for equipment maintenance was \$9,205; Computer maintenance provided by Computer Options was \$8,978 which represented 98% of the total; Copier maintenance provided by Canon was \$227 which represented 2% of the total balance. For FY 22-23 and FY 23-24 the budget is \$8,000 for each year.

**500-10-50150-40**      **Promotional Activities**  
This account reflects community promotional activities supported or donated by the MIPAA. Community promotional activities include attendance at special events to represent the MIPAA, community sponsorships, and promotional items. FY 21-22 account balance was limited to one promotional item for \$10. For FY 22-23 and FY 23-24 the estimated budget is \$15,000 which includes plans to have a larger community presence and event participation.

**500-10-50150-48**      **Office Utilities**  
This account reflects office utilities for Western Municipal Water District and Southern California Edison electrical services. The account balance for FY 21-22 is \$7,825. For FY 22-23 and FY 23-24, \$8,000 is budgeted in each respective fiscal year.

**500-10-50150-50**      **Depreciation Expense**  
The MIPAA owns \$29,791,017 in depreciable assets which includes such assets as airport buildings, permanent fuel farm, and terminal buildings. The annual depreciation expense for these assets is \$778,698. This expense has not been in previous years budget, but it is prudent to budget for the depreciation expense in each fiscal year. In FY 22-23 and

FY 23-24, depreciation expense of \$778,698 is budgeted for each fiscal year.

**500-10-50715-00**

**Interest Expense**

The JPA has been issuing loans to the MIPAA since before 2002. The total principal of the loans extended to the MIPAA is \$2,687,896 but only \$2,090,00 are interest bearing loans. The annual interest expense for the interest-bearing loans of \$2,090,000 is \$104,500. This expense has not been in previous years budget, but it is prudent to include the interest expense on these interest-bearing loans in each fiscal year's budget. In FY 22-23 and FY 23-24, interest expense of \$104,500 is budgeted for each fiscal year.

**500-10-50200-02**

**General Legal Services**

This account is used for general legal retainer for services from Best, Best & Krieger LLP. The account balance for FY 21-22 is \$23,914. For FY 22-23 the budget is \$20,000; FY 23-24 the budget is \$25,000.

**500-10-50200-04**

**Special Legal Services**

This account is used for specific projects that the MIPAA requires legal services from Best, Best & Krieger LLP. The account balance for FY 21-22 is \$11,684. For FY 21-22 special project requiring special legal services included Sycamore Hills Distribution Center and Fuel Farm. For FY 22-23 the budget is \$15,000 and FY 23-24 the budget is \$20,000

**500-10-50200-14**

**Annual Audit**

This account reflects the MIPAA's share of annual audit cost.

**500-20-51150-00**

**Fire and Casualty Insurance**

This account reflects the MIPAA's share of Property Insurance.

**500-20-55015-00**

**Air Force Payments (JUA)**

This account reflects the quarterly payments the MIPAA pays for civil airport operations. For FY 21-22 the total amount of the quarterly payments was \$124,939. For FY 22-23 the budget is \$135,000 and for FY 23-24 it is \$137,000.

**500-10-50300-30**

**Master Plan**

This capital improvement account is utilized to account for the expenses related to the FAA Federal Grants to develop a master plan for the MIPAA.

**500-10-50300-05**

**ARPA FAA Grant**

This capital improvement account is utilized to account for the expenses

related to qualified American Rescue Plan Act of 2021 (ARPA) expenses for airport facilities.

**500-00-20410-00**

**Interest Payable**

This account balance, Interest Payable, is \$1,567,867 for FY 21-22. The balance of this account represents the accrued interest on the interest-bearing principal loan total of \$2,090,000. Each fiscal year an additional \$104,500 interest is accrued in this account pertaining to the outstanding principal loan balance. This is a balance sheet account.

**500-00-20150-02**

**Debt to the JPA**

The MIPAA receives temporary cash advances from the JPA to fund administrative costs until development of the MIPAA reaches a point that it is self-sustaining. There is no stipulated due date on the advances. The \$2,687,896 advance balance (principle only) is made up of advances dating back prior to 2002. Of the account balance amount, \$597,896 are non-interest bearing advances and \$2,090,000 are interest-bearing advances. This account is a balance sheet account.

## Item 12 (1)

**Report:** Consider recommended FY 2022/23 and FY 2023/24 budgets for the March JPUA, and direct staff to place a budget resolution for adoption on a future Commission agenda.



# DRAFT

## 2022 – 2024 BUDGET



March Joint Powers Commission  
of the  
March Joint Powers Utility Authority

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET  
**DRAFT**

**March JPA UTILITY AUTHORITY**

**2021-2022 PERFORMANCE MEASURES**

	<u>Measure</u>	<u>Status</u>
1	Manage costs for providing service to customers	Not met

**BUDGET CHANGES AND OPERATIONAL IMPACTS**

While MJPUA revenues experienced slight increases over the past three years, the utility continues to reflect a negative net position in its revenues. While the cost of gas commodity increased by \$17,000, maintenance costs have dropped slightly.

**GOALS FOR 2022-2024**

The March Joint Powers Commission directed staff to dissolve the March JPA Utility Authority in 2022. Staff is currently in discussions with Sempra Utilities regarding expanding their backbone infrastructure into the Northeast corner to allow SoCal Gas to take over services for individual customers south of Cactus Avenue and west of Heacock Street.

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET

DRAFT

REVENUES & EXPENSES

Description	Audited 2020-2021 Actual	Current 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
REVENUE					
GAS COMMODITY	172,337	165,000	171,240	175,000	180,000
GAS OPERATION & MAINTENANCE FEES	38,241	31,000	34,269	38,000	38,000
Revenue Total	\$ 210,578	\$ 196,000	\$ 205,509	\$ 213,000	\$ 218,000
EXPENSES					
General Legal Services (2%)	3,620	3,700	2,838	-	-
Annual Audit	5,880	5,800	3,000	5,500	5,500
ADMINISTRATIVE	\$ 9,500	\$ 9,500	\$ 5,838	\$ 5,500	\$ 5,500
FACILITIES MGMT DEPT					
Gas Commodity Expense	184,000	165,000	161,485	175,000	180,000
Gas Operation and Maintenance	51,211	40,000	15,828	25,000	25,000
FACILITIES MGMT DEPT	\$ 235,211	\$ 205,000	\$ 177,313	\$ 200,000	\$ 205,000
Total Revenue	210,578	196,000	205,509	213,000	218,000
Total Expenses	244,711	214,500	183,151	205,500	210,500
Projected Net Revenue	\$ (34,133)	\$ (18,500)	\$ 22,358	\$ 7,500	\$ 7,500
Net Position, Unrestricted - Beginning	(222,244)	(256,377)		(274,877)	(267,377)
Projected Net Revenue	\$ (34,133)	\$ (18,500)		\$ 7,500	\$ 7,500
<b>PROJECTED ENDING NET POSITION, UNRESTRICTED</b>	<b>\$ (256,377)</b>	<b>\$ (274,877)</b>	<b>\$ -</b>	<b>\$ (267,377)</b>	<b>\$ (259,877)</b>



**MARCH JOINT POWERS UTILITY AUTHORITY**  
**PROPOSED TWO YEAR BUDGET FOR FISCAL YEARS 2022/2023 & 2023/2024**

Fund	Acct	Sub Acct	Description	Audited 2018-2019 Actual	Audited 2019-2020 Actual	Audited 2020-2021 Actual	Current 2021-2022 Budget	Actual 4/30/2022	Proposed 2022-2023 Budget	Proposed 2023-2024 Budget
600			MARCH JPA UTILITY AUTHORITY FUND							
			<b>REVENUE</b>							
00	40620	00	GAS COMMODITY	165,580	155,044	172,337	165,000	171,240	175,000	180,000
00	40625	00	GAS OPERATION & MAINTENANCE FEES	33,104	31,212	38,241	31,000	34,269	38,000	38,000
			<b>Revenue Total</b>	<b>\$ 198,684</b>	<b>\$ 186,256</b>	<b>\$ 210,578</b>	<b>\$ 196,000</b>	<b>\$ 205,509</b>	<b>\$ 213,000</b>	<b>\$ 218,000</b>
			<b>EXPENSE</b>							
			Administrative							
10	50200	02	General Legal Services (2%)	3,574	3,920	3,620	3,700	2,838	-	-
10	50200	14	Annual Audit	5,300	3,816	5,880	5,800	3,000	5,500	5,500
			<b>Total</b>	<b>\$ 8,874</b>	<b>\$ 7,736</b>	<b>\$ 9,500</b>	<b>\$ 9,500</b>	<b>\$ 5,838</b>	<b>\$ 5,500</b>	<b>\$ 5,500</b>
			FACILITIES MGMT DEPT							
20	51350	00	Gas Commodity Expense	158,514	165,311	184,000	165,000	161,485	175,000	180,000
20	51360	00	Gas Operation and Maintenance	44,386	49,080	51,211	40,000	15,828	25,000	25,000
			<b>Total</b>	<b>\$ 202,900</b>	<b>\$ 214,391</b>	<b>\$ 235,211</b>	<b>\$ 205,000</b>	<b>\$ 177,313</b>	<b>\$ 200,000</b>	<b>\$ 205,000</b>
			<b>Total Revenue</b>	<b>198,684</b>	<b>186,256</b>	<b>210,578</b>	<b>196,000</b>	<b>205,509</b>	<b>213,000</b>	<b>218,000</b>
			<b>Total Expenses</b>	<b>211,774</b>	<b>222,127</b>	<b>244,711</b>	<b>214,500</b>	<b>183,151</b>	<b>205,500</b>	<b>210,500</b>
			Projected Net Revenue	<b>\$ (13,090)</b>	<b>\$ (35,871)</b>	<b>\$ (34,133)</b>	<b>\$ (18,500)</b>	<b>\$ 22,358</b>	<b>\$ 7,500</b>	<b>\$ 7,500</b>
			<b>NET POSITION:</b>							
			Net Position, Unrestricted - Beginning			(222,244)	(256,377)		(274,877)	(267,377)
			Projected Net Revenue			\$ (34,133)	\$ (18,500)		\$ 7,500	\$ 7,500
			<b>PROJECTED ENDING NET POSITION, UNRESTRICTED</b>			<b>\$ (256,377)</b>	<b>\$ (274,877)</b>		<b>\$ (267,377)</b>	<b>\$ (259,877)</b>

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**FUND 600 MARCH JOINT POWERS UTILITY AUTHORITY**

Revenues:

- 600-00-40620-00 Gas Commodity**  
This is the primary revenue source for the Utility Authority. The Gas Commodity revenue is a recoup for the charges that Southern California Gas charges for natural gas billed to customers.
- 600-00-40625-00 Gas Operation & Maintenance Fees**  
Similar to Gas Commodity this revenue source is also a recoup for the charges that the Utility Authority occurs for operation and maintenance for natural gas billed to customers.

Expenses:

- 600-10-50200-02 General Legal Services**  
This account reflects general legal services provided by Best, Best & Krieger, LLP. Effective FY 22-23 and thereafter this cost is reallocated to the General Fund.
- 600-10-50200-14 Annual Audit**  
This account reflects the Utility Authority's portion of the required annual audit of a utility.
- 600-20-51350-00 Gas Commodity Expense**  
This account reflects Southern California Gas charges for monthly gas used.
- 600-20-51360-00 Gas Operations and Maintenance**  
This account reflects gas operation and maintenance. The primary charges in this account are for MDR Utility Location Specialist, Inc. monthly services which amounted to \$41,451 in FY 18-19, which is 93% of the total expenses in the account; \$46,691 in FY 19-20, which is 95% of the total expenses in the account; \$49,048 in FY 20-21, which is 96% of the total expenses in the account. The actuals through April 30, 2022, reflect only 4 payments for MDR Utility Location Specialist, Inc. services in FY 21-22 totaling \$13,947, which is 88% of the total expenses in the account.
- 600-00-20150-02 Loan from the JPA**  
The Utility Authority receives temporary cash advances from the

MARCH JOINT POWERS AUTHORITY 2022 - 2024 BUDGET

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JPA to fund administrative costs until development of the Utility Authority reaches a point that it is self-sustaining. There is no stipulated due date on the advances. The \$450,000 advance is made up of FY 20-21 advance of \$150,000 and the remaining \$300,000 is made up of several advances from previous years. On June 15, 2021, the March JPA forgave all interest on the advances and waived any future interest earned on the advances. The JPA has cash advanced the Utility Authority loans dating back to 10/31/2003. Total loaned to date was \$650,000. In FY 2012-2013 a \$200,000 payment was made to the JPA General Fund. That payment paid for the following loans – Loan issued 10/31/2003 for \$38,500; 06/25/2004 for \$61,500; 12/30/2004 for \$50,000; and 3/8/2005 for \$50,000. As of 6/30/22 there are 5 advances remaining that make up the \$450,000 balance.